

Monthly Financial and Operations Report  
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**OFFICE OF THE CITY CONTROLLER**

**CITY OF HOUSTON  
INTEROFFICE CORRESPONDENCE**

**To:** Mayor Bill White  
City Council Members

**From:** Annise D. Parker  
City Controller

**Date:** January 26, 2007

**Subject: December 2006  
Financial Report**

Attached is the Monthly Financial and Operations Report for the period ending December 31, 2006.

**GENERAL FUND**

We are currently projecting a \$3.1 million surplus for the General Fund, as compared to the deficit of \$17.9 million reported last month. The main reason for the change is that we have increased our revenue projection for Property Taxes by \$13 million to reflect higher taxable values reported by the appraisal district. Due to recent actual experience, we have also increased our Sales Tax projection by \$3.9 million.

We have made \$4.2 million of reductions in various departmental expenditures. The primary reason is savings in personnel costs, caused by lower than budgeted staffing levels in several departments, and a decrease in Police overtime of \$2.8 million.

**ENTERPRISE FUND**

There are no changes to our projections for the Stormwater Fund.

The Aviation Operating Fund's projection for Operating Expenses has been decreased by \$11.5 million. Personnel costs have been decreased \$1.5 million due to lower than expected staffing levels, and Services have been decreased \$9.8 million, to reflect lower than budgeted electricity costs. Higher interest rates have prompted a \$3.5 million increase in Interest Income.

Convention & Entertainment's projections for numerous revenues and expenses has been changed to reflect current trends, with the bottom line projection of Net Income increasing by \$450,000. This is mainly due to a combination of increased Hotel Occupancy Tax revenues and decreased expenses in Services, Advertising Services and Promotion Contracts.

The Combined Utility System (CUS) projects a decrease of \$2.6 million in Water and Sewer Sales due to higher than average rainfall, which tends to result in lower water and sewer sales. The CUS also projects a decrease of \$9.2 million in Electricity and Gas expenses, to reflect lower prices and usage.

## COMMERCIAL PAPER AND BONDS

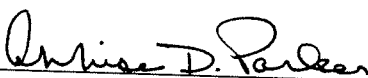
The City's practice has been to maintain no more than 20% of the total outstanding debt for each type of debt in a variable rate structure. The City refunded \$229.4 million of General Obligation Commercial Paper with fixed rate debt in December 2006, and it is planning to refund Combined Utility System Commercial Paper with fixed rate debt in spring 2007. Aviation currently is maintaining high investment balances that will hedge against increases in variable rate debt payments. Convention and Entertainment issued a higher percentage of variable rate debt based on agreements with the Hotel Corporation. At month-end, the ratio for each type of outstanding debt was:

General Obligation	14.6%
Combined Utility System	21.1%
Aviation	22.8%
Convention and Entertainment	27.2%

## SWAP REPORT

The City's Swap Policy requires a quarterly report on the financial implications of its swap agreements. The report includes a summary of key terms of the agreements, mark-to-market values, exposure to counterparties, credit ratings of counterparties or guarantors, summary of risks, and disclosure of any collateral posted as a result of the swaps. The report for December 31, 2006 is attached.

Respectfully submitted,



Annise D. Parker  
City Controller

**City of Houston, Texas**  
**Swap Agreements Disclosure**  
**December 31, 2006**

**I. General Obligation Swap**

On February 20, 2004 the City entered into a basis swap referred to as a synthetic reduced variance coupon swap with RFPC, LLC ("RFPC"). This swap was a negotiated transaction.

Objective. The objective of the swap is for the City to reduce its fixed rate debt service costs through a swap structure that takes on basis risk.

Terms. On a notional value of \$200 million, the City pays an amount equal to the market standard BMA Index rate divided by .667, up to a maximum of 10%, and receives the taxable six-month US Dollar LIBOR rate plus a constant of 69 basis points. Payments will be received or made every six months based on indices for the prior budget period. The agreement is effective from March 1, 2004 to March 1, 2025. Starting in fiscal year 2017, the notional value of the swap declines as the principal amount of the associated debt is repaid in varying amounts until the debt is retired in 2023.

Receipts. Through June 30, 2006 the City received \$998,000 from the swap. Receipts for fiscal year 2007 will total \$758,000 (savings of 38 basis points). Revenue for the first half of fiscal year 2008 will be \$532,000. Future payments will be received or made every six months based on the indices for the prior budget period.

Fair value. The fair value of the swap was \$5,363,000 on December 31, 2006. The value was calculated using the zero coupon method.

Credit risk. The City is exposed to credit risk when the swap has a positive fair market value. RFPC has not been rated by the rating agencies. To mitigate the potential credit risk, the City required RFPC to purchase a surety bond from Ambac Assurance Corporation, ("Ambac"). Ambac is rated Aaa by Moody's, AAA by Standard and Poor's, and AAA by Fitch. Ambac also insures the City's obligations under the swap. Should Ambac's rating decline in the future, RFPC will be required to post collateral for the City's benefit.

Interest rate risk. The City has an exposure to interest rate risk because it is paying a variable rate on the swap. However, this risk is mitigated because the payment formula has a BMA-based variable component that is offset by subtracting a LIBOR variable component.

Basis risk. The City is exposed to basis risk based on changes in the relationship between the taxable six-month US Dollar LIBOR index and the tax-exempt BMA index. The City entered into the swap in anticipation of savings that would be produced based on the historical trading patterns of BMA and LIBOR in different interest rate, tax, and economic environments over the past two decades. If, however, future trading patterns prove to be significantly different from historical ones, the City's anticipated savings could fail to materialize, and it could be exposed to additional costs. Among the factors that could cause this trading relationship to change would be a major reduction in marginal income tax rates, repeal of the tax-exemption for municipal bond interest, or other changes in federal policy that would reduce the benefit that municipal bonds currently enjoy in comparison to taxable investments.

Termination risk. The City may terminate the swap for any reason. RFPC may terminate the swap if both the City and the City's insurer fail to perform under the terms of the contract. If the swap has a negative fair value at the time of termination, the City will be liable to RFPC for that payment. The City's termination risk is significantly mitigated by a provision in the swap agreement that allows the City to make the termination payment in equal annual installments from time of termination up to the termination date of the agreement in 2025.

## II. Combined Utility System Swaps

### A. Combined Utility System Synthetic Fixed Rate Swap

On June 10, 2004 the City entered into three pay-fixed, receive-variable rate swap agreements with identical rates. The City pre-qualified six firms to submit competitive bids on the swap. The three firms selected all matched the lowest fixed rate bid of 3.78%.

**Objective.** The objective of the swaps is to hedge against the potential of rising interest rates associated with the City's Combined Utility System 2004B auction rate variable interest bonds ("the 2004B Bonds") and to achieve a lower fixed rate than the market rate for traditional fixed rate debt at time of issuance of the 2004B Bonds. The City's goal is that its variable receipts under these swaps equal the variable payments made on the auction rate bonds, leaving the fixed payment on the swap, plus dealer and auction fees, as its net interest cost.

**Terms.** The notional amounts of the swap agreements total \$653,325,000, the principal amount of the associated 2004B Bonds. The City's swap agreements contain scheduled reductions to outstanding notional amounts that follow anticipated payments of principal of the 2004B Bonds in varying amounts during the years 2028 to 2034.

Under the terms of the swaps, the City will pay a fixed rate of 3.78% and receive a floating rate equal to 57.6% of One-Month US Dollar LIBOR plus 37 basis points. All agreements were effective June 10, 2004, the date of issuance of the 2004B Bonds. The termination date is May 15, 2034.

**Receipts and Payments.** The City earned \$11.4 million in swap receipts for its Combined Utility System, Series 2004B swaps, and it paid \$11.5 million interest on the underlying auction rate securities for the six months ended December 31, 2006. The contractual rate for the City's swap payment is 3.78%. The average effective rate for the 2004B bonds, including interest for the Series 2004B variable rate bonds, the City's swap payments, and its dealer and auction fees, reduced by swap receipts, was 4.06%. In contrast, the fixed rate the City paid on its Combined Utility System Series 2004A fixed rate bonds, which have a comparable maturity, was 5.08%.

**Fair value.** Because interest rates have changed, the swaps had a total negative fair value of \$33,687,000 on December 31, 2006. This value was calculated using the zero-coupon method.

**Credit risk.** As of this date, the City was not exposed to credit risk because the swaps had a negative fair value. However, should interest rates increase and the fair value of the swap become positive, the City would be exposed to credit risk on the swap in the amount of its fair value. The City's swap policy generally requires that swap counterparties be rated double-A or better by at least one nationally recognized rating agency. As of this date, the ratings of the three swap counterparties all met this standard (see below). Also, under the agreements, if a counterparty's credit rating falls below double-A, collateral must be posted in varying amounts depending on the credit rating and swap fair value. No collateral has been required to date.

Counterparty	Notional Amount	Fair Value	Counterparty Credit Rating (Moody's/S&P/Fitch)
Goldman Sachs Capital Markets Inc.	\$ 353,325,000	\$ (18,219,000)	Aa3 / A+ / AA-
Bear Stearns Financial Products Inc.	150,000,000	(7,734,000)	Aaa / AAA / --
UBS AG	150,000,000	(7,734,000)	Aa2 / AA+ / AA+
	<u>\$ 653,325,000</u>	<u>\$ (33,687,000)</u>	

**Basis risk.** The City is exposed to basis risk on the swaps because the variable payment received is based on a taxable index other than the tax-exempt rate paid by the City on the bonds. Should the relationship between taxable LIBOR and tax-exempt rates move to convergence (because of reductions in tax rates, for example), the expected cost savings may not be realized. For the six months ended December 31, the average variable rate paid on the underlying tax-exempt bonds was 3.45%, two basis points higher than the average 3.43% LIBOR-based rate received for the swap. At December 31, 2006 the interest rate in effect for the underlying bonds was 3.70%, 25 basis points higher than the 3.45% rate of the swap receipts.

Remarketing risk. The City faces a risk that the remarketing agent will not be able to sell the auction rate debt at a competitive rate. Rates may vary considerably as investors shift in and out of the tax-exempt variable rate sector. This is a common problem during the April to June quarter when there is a lower supply of short-term investment funds.

Termination risk. The City may terminate for any reason. A counterparty may terminate a swap if the City fails to perform under the terms of the contract. The City's on-going payment obligations under the swap (and to a limited extent, its termination payment obligations) are insured, and counterparties cannot terminate so long as the insurer does not fail to perform. If a swap is terminated, the associated variable-rate bonds would no longer carry synthetic fixed interest rates. Also, if the swap has a negative fair value at termination, the City would be liable to the counterparty for a payment equal to the swap's fair value.

## **B. Combined Utility System Forward Rate Lock**

On November 1, 2005 the City priced a floating to fixed interest rate exchange agreement swap with Royal Bank of Canada ("RBC") on a forward basis. The City pre-qualified eight firms to submit competitive bids, and RBC submitted the lowest bid of 3.761%.

Objective. The objective of the swap is to hedge against rising interest rates by locking in a historically low long-term interest rate on a synthetic basis. The deal was done in anticipation of issuing additional fixed rate bonds to refund variable rate debt at the end of 2007. The City's goal is that its variable receipts under this swap equal the variable payments made on its auction rate bonds, leaving the fixed interest payments on the swap, plus auction and dealer fees, as its net interest cost.

Terms. The notional amount of the swap is \$249,075,000 with the underlying bonds being part of the Combined Utility System Series 2004C Auction Rate Bonds ("the 2004C Bonds") that will convert to a tax-exempt status in December 2007. The swap agreement contains scheduled reductions to the outstanding notional amount that follows anticipated payments of principal of the 2004C Bonds during the years 2028 to 2034.

Under terms of the swap, the City will pay a fixed rate of 3.761% and receive a floating rate equal to 70% of One-Month US Dollar LIBOR. The agreement will become effective December 3, 2007 with a termination date of May 15, 2034.

Receipts and Payments. No receipts or payments are scheduled until December 2007.

Fair value. Because interest rates have changed, the swap had a negative fair value of \$1,824,000 on December 31, 2006. This value was calculated using the zero-coupon method.

Credit risk. The City's swap policy generally requires that swap counterparties be rated double-A or better by at least one nationally recognized rating agency. As of this date, RBC met this requirement with ratings of Aa2/AA-/AA. Also, under the agreement, if RBC's credit rating falls below double-A, collateral must be posted in varying amounts depending on the credit rating and swap fair value. No collateral has been required to date.

Basis risk. The City will be exposed to basis risk on the swap because the variable payment received is based on a taxable index other than the tax-exempt rate paid by the City on the bonds. In the future, if tax-exempt rates move to convergence with the taxable LIBOR index (because of reductions in tax rates, for example), the expected cost savings may not be realized, resulting in a higher synthetic rate.

Termination risk. The City may terminate for any reason. RBC may terminate a swap if the City fails to perform under the terms of the contract. The City's on-going payment obligations under the swap (and to a limited extent, its termination payment obligations) are insured, and RBC cannot terminate so long as the insurer does not fail to perform. If a swap is terminated, the associated variable-rate bonds would no longer carry synthetic fixed interest rates. Also, if the swap has a negative fair value at termination, the City would be liable to the counterparty for a payment equal to the swap's fair value.

### C. Combined Utility System Constant Maturity Swap

On August 31, 2006 the City priced a constant maturity swap with Goldman Sachs Capital Markets, Inc. ("Goldman") on a forward basis. Seven firms submitted bids, and Goldman submitted the highest bid of 64.29% of 10 year LIBOR in exchange for the City's payment of 70% of One-Month US Dollar LIBOR. This swap was approved by the Attorney General and executed in November 2006.

Objective. This swap essentially trades receipts on the forward rate lock with RBC for receipts based on a longer index. The objective of the swap is to minimize interest expense associated with the 2004C Bonds. The City's goal is that over time, as the yield curve returns to its normal ascending slope, receipts from this swap will exceed the payments made on the swap.

Terms. The notional amount of the swap is \$249,075,000 with the underlying bonds being part of the 2004C Bonds that will convert to a tax-exempt status in December 2007. The swap agreement contains scheduled reductions to the outstanding notional amount that follows anticipated payments of principal of the 2004C Bonds during the years 2028 to 2034.

Under terms of the swap, the City will pay a variable rate of 70% of 1 Month LIBOR (equal to its receipts on the RBC forward rate lock swap) and receive a variable rate equal to 64.29% of Ten Year US Dollar LIBOR. The agreement will become effective December 3, 2007 with a termination date of May 15, 2034.

Receipts and Payments. No receipts or payments are scheduled until December 2007.

Fair value. As a result of changes in the swap yield curve, the fair value of the swap at December 31, 2006 was negative \$1,161,000. The amount was calculated using the zero-coupon method.

Credit risk. The City's swap policy generally requires that swap counterparties be rated double-A or better by at least one nationally recognized rating agency. As of this date, Goldman met this requirement with ratings of Aa3/A+/AA-. Also, under the agreement, if Goldman's credit rating falls below double-A, collateral must be posted in varying amounts depending on the credit rating and swap fair value. No collateral has been required to date.

Basis risk. The City will be exposed to basis risk on the swap because the variable payment received is based on a longer-term index than the rate paid by the City on the bonds. In the future, if long term 10- year LIBOR rates equal or fall below the One-Month LIBOR index, the expected cost savings may not be realized, resulting in a higher synthetic rate.

Termination risk. The City may terminate for any reason. Goldman may terminate a swap if the City fails to perform under the terms of the contract. If the swap is terminated, the City would revert to receipts on the One-Month LIBOR index on its 2004C Bonds. Also, if the swap has a negative fair value at termination, the City would be liable to Goldman for a payment equal to the swap's fair value.



# CITY OF HOUSTON

Finance and Administration  
Department

## Interoffice

Correspondence

To: Mayor Bill White  
Members of City Council

From: Judy Gray Johnson, Director  
Finance and Administration

Date: January 26, 2007

Subject: **DECEMBER MONTHLY FINANCIAL AND  
OPERATIONS REPORT**

Attached is the Monthly Financial and Operations Report for the period ending December 31, 2006.

### **General Fund Revenues**

Our projection for FY2007 General Fund revenue is \$10.5 million higher than last month.

- Sales tax receipts for November were \$3.9 million (10%) more than budgeted and 12.4% more than last year's November receipts. As a result, we have increased our estimate for the year by another \$3.3 million, and are projecting receipts for the remaining months of the fiscal year at budget.
- Our projection for Property Tax Revenue increased by \$9.5 million due to an estimated increase of \$1.7 billion in net taxable value.
- Our projection for Municipal Courts Fines and Forfeits decreased by \$2.3 million as the issuance of Failure to Appear notifications were not resumed until November 27, 2006 due to complications with ICMS.

### **General Fund Expenditures**

Our projection for FY07 General Fund expenditures is \$4.2 million lower than last month.

- The projection for Claims and Judgment increased by \$2.3 million due to a legal settlement for Fire Department.
- The projection for Houston Police Department's Operating Expenditures decreased by \$2.7 million primarily due to a reduction in classified overtime expense.



### **General Fund Ending Fund Balance**

We are projecting an ending unreserved undesignated fund balance of approximately \$181 million, which is approximately 12.3% of estimated expenditures less debt service. This does not include the rainy day fund or sign abatement fund. The total unreserved fund balance is projected to be \$203 million.

### **Aviation**

- The projection for interest income increased by \$3.5 million primarily due to higher interest rates from cash investments.
- The projection for Operating Expenditures decreased by \$11.5 million primarily due to electricity and natural gas trending lower than expected.

### **Combined Utility System**

- The projection for Water and Sewer Sales decreased by \$3.7 million, as year-to-date revenues are lower than expected, possibly attributable to the increase in rainfall.
- The projection for Impact Fees increased \$3.5 million primarily due to a greater than anticipated development within the City Limits.
- The projection for Interest Income increased by \$500 thousand primarily due to higher interest rates from cash investments.
- The projection for Operating Expenditures decreased by \$9.2 million primarily due to electricity and natural gas trending lower than expected.

### **Building Inspection Special Revenue Fund**

- The projection for Operating Expenditures decreased by \$6.3 million primarily due to personnel and reallocating contingency reserves for the Integrated Land Management System.

### **Health Benefits Fund**

- The projection for Revenue and Operating Expenses decreased by \$6 million primarily due to lower employee enrollment and lower rates on the PPO plan.

### **Workers' Compensation Fund**

- The projection for Operating Expenses decreased by \$4.3 million primarily due to lower claims filed.

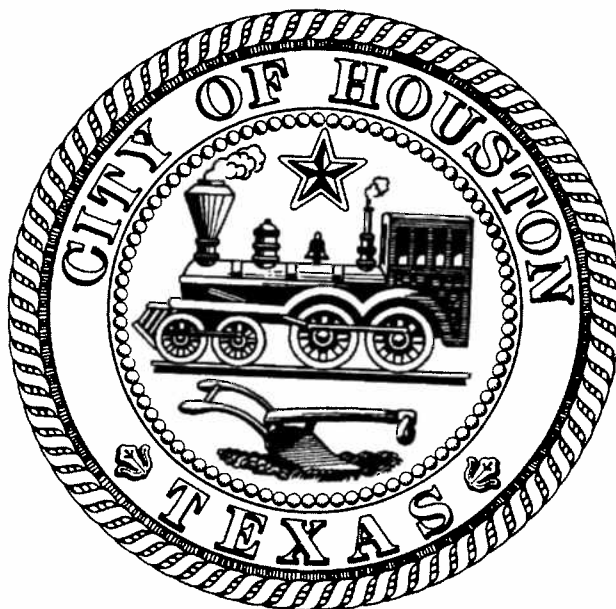
January 26, 2007

**Katrina Aid & Recovery Fund**

The City was notified by FEMA in December that our appeal of previously denied Katrina related Fire Department expenditures of approximately \$2.3 million was successful. The obligation package has been received and is currently being processed. We have been notified by FEMA that PW 689-5, Program Management, for approximately \$2.4 million was obligated on January 25, 2007.

Please let me know if you have any questions.

  
Judy Gray Johnson, Director



**DECEMBER 2006**

General Fund  
Comparative Projections  
Controller's Office and Finance and Administration  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007					Variance between Controller and F&A
		Adopted Budget	Current Budget	% of Budget	Controller's Projection	F & A Projection	
<b>Revenues</b>							
General Property Taxes	\$ 705,952	\$ 730,520	\$ 730,520	46%	\$ 743,569	\$ 740,000	(3,569)
Industrial Assessments	14,314	13,609	13,609	1%	13,830	14,275	445
Sales Tax	422,598	431,219	431,219	27%	444,630	450,599	5,969
Other Taxes	9,279	9,450	9,450	1%	9,450	9,450	0
Electric Franchise	97,274	99,058	99,058	6%	99,058	99,058	0
Telephone Franchise	50,167	45,600	45,600	3%	45,100	45,600	500
Gas Franchise	21,866	18,902	18,902	1%	18,902	18,902	0
Other Franchise	17,200	16,448	16,448	1%	16,057	16,448	391
Licenses and Permits	18,086	18,152	18,152	1%	18,000	18,152	152
Intergovernmental	26,989	34,691	34,691	2%	34,550	33,679	(871)
Charges for Services	41,115	45,376	45,376	3%	45,376	45,376	0
Direct Interfund Services	42,056	46,252	46,252	3%	44,749	44,749	0
Indirect Interfund Services	14,895	14,198	14,198	1%	14,198	14,198	0
Municipal Courts Fines and Forfeits	45,319	45,583	45,583	3%	45,000	43,326	(1,674)
Other Fines and Forfeits	3,681	2,144	2,144	0%	2,063	2,344	281
Interest	8,600	10,395	10,395	1%	11,000	10,395	(605)
Miscellaneous/Other	17,532	12,527	12,527	1%	13,000	12,527	(473)
<b>Total Revenues</b>	<b>1,556,923</b>	<b>1,594,124</b>	<b>1,594,124</b>	<b>100%</b>	<b>1,618,532</b>	<b>1,619,078</b>	<b>546</b>
<b>Expenditures</b>							
Affirmative Action	1,650	1,936	1,936	0%	1,900	1,900	0
Building Services	37,891	40,067	40,369	2%	40,369	40,369	0
City Council	4,404	4,501	4,502	0%	4,290	4,290	0
City Secretary	627	742	742	0%	742	742	0
Controller	5,863	6,347	6,347	0%	6,347	6,347	0
Convention & Entertainment	1,825	6,436	6,436	0%	6,361	6,361	0
Finance and Administration	19,721	24,328	24,420	1%	23,557	23,557	0
Fire	327,525	363,329	363,329	22%	364,903	364,903	0
Health and Human Services	44,690	47,920	47,890	3%	47,083	47,083	0
Housing and Community Dev.	0	518	518	0%	518	518	0
Houston Emergency Center	0	9,834	9,962	1%	9,962	9,962	0
Human Resources	2,405	2,565	2,565	0%	2,375	2,375	0
Information Technology	11,807	14,126	14,126	1%	13,844	13,844	0
Legal	11,055	13,410	13,410	1%	13,202	13,202	0
Library	29,605	33,438	33,438	2%	32,767	32,767	0
Mayor's Office	2,113	2,994	3,036	0%	3,036	3,036	0
Municipal Courts - Administration	16,764	14,366	14,366	1%	14,366	14,366	0
Municipal Courts - Justice	4,271	4,498	4,498	0%	4,498	4,498	0
Parks and Recreation	48,732	59,954	59,993	4%	59,993	59,993	0
Planning and Development	6,839	8,111	8,111	0%	8,030	8,030	0
Police	536,739	575,752	575,752	34%	580,752	580,752	0
Public Works and Engineering	78,916	89,144	89,106	5%	88,098	88,098	0
Solid Waste Management	68,547	71,528	71,978	4%	71,978	71,978	0
<b>Total Departmental Expenditures</b>	<b>1,261,989</b>	<b>1,395,844</b>	<b>1,396,830</b>	<b>83%</b>	<b>1,398,971</b>	<b>1,398,971</b>	<b>0</b>
General Government	110,456	72,576	71,590	4%	73,271	73,271	0
<b>Total Expenditures Other Than Debt</b>	<b>1,372,445</b>	<b>1,468,420</b>	<b>1,468,420</b>	<b>88%</b>	<b>1,472,242</b>	<b>1,472,242</b>	<b>0</b>
Debt Service Transfer	195,000	209,000	209,000	12%	209,000	209,000	0
<b>Total Expenditures and Other Uses</b>	<b>1,567,445</b>	<b>1,677,420</b>	<b>1,677,420</b>	<b>100%</b>	<b>1,681,242</b>	<b>1,681,242</b>	<b>0</b>
<b>Net Current Activity</b>	<b>(10,522)</b>	<b>(83,296)</b>	<b>(83,296)</b>		<b>(62,710)</b>	<b>(62,164)</b>	<b>546</b>
Amount Needed to Balance the Budget					0		
Transfers from other funds	2,042	2,950	2,950		2,950	2,950	
Pension Bond Proceeds	59,000	63,000	63,000		63,000	63,000	
Sale of Capital Assets	6,439	-	-		-	-	
Unreserved Fund Balance, Beginning of Year	142,112	199,071	199,071		199,071	199,071	
Unreserved Fund Balance, End of Year	\$ 199,071	\$ 181,725	\$ 181,725		\$ 202,311	\$ 202,857	
Designated for Sign Abatement	(2,070)	(2,070)	(2,070)		(2,070)	(2,070)	
Designated for Rainy Day Fund	(20,000)	(20,000)	(20,000)		(20,000)	(20,000)	
Undesignated Fund Balance, End of Year	\$ 177,001	\$ 159,655	\$ 159,655		\$ 180,241	\$ 180,787	

General Fund  
Controller's Office  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	Current Month	YTD	Controller's Projection	Variance from Current Budget	% Variance
<b>Revenues</b>								
General Property Taxes	\$ 705,952	\$ 730,520	\$ 730,520	\$ 75,719	\$ 98,872	\$ 743,569	\$ 13,049	1.8%
Industrial Assessments	14,314	13,609	13,609	1,135	6,855	13,830	221	1.6%
Sales Tax	422,598	431,219	431,219	49,588	227,179	444,630	13,411	3.1%
Other Taxes	9,279	9,450	9,450	0	2,438	9,450	0	0.0%
Electric Franchise	97,274	99,058	99,058	8,267	49,483	99,058	0	0.0%
Telephone Franchise	50,167	45,600	45,600	4,032	24,694	45,100	(500)	-1.1%
Gas Franchise	21,866	18,902	18,902	1,408	7,807	18,902	0	0.0%
Other Franchise	17,200	16,448	16,448	1,638	8,661	16,057	(391)	-2.4%
Licenses and Permits	18,086	18,152	18,152	1,506	8,350	18,000	(152)	-0.8%
Intergovernmental	26,989	34,691	34,691	513	9,432	34,550	(141)	-0.4%
Charges for Services	41,115	45,376	45,376	3,783	19,912	45,376	0	0.0%
Direct Interfund Services	42,056	46,252	46,252	87	5,636	44,749	(1,503)	-3.2%
Indirect Interfund Services	14,895	14,198	14,198	1,603	3,255	14,198	0	0.0%
Municipal Courts Fines and Forfeits	45,319	45,583	45,583	2,491	17,865	45,000	(583)	-1.3%
Other Fines and Forfeits	3,681	2,144	2,144	180	1,328	2,063	(81)	-3.8%
Interest	8,600	10,395	10,395	328	3,693	11,000	605	5.8%
Miscellaneous/Other	17,532	12,527	12,527	536	4,118	13,000	473	3.8%
Total Revenues	1,556,923	1,594,124	1,594,124	152,814	499,578	1,618,532	24,408	1.5%
<b>Expenditures</b>								
Affirmative Action	1,650	1,936	1,936	136	810	1,900	36	1.9%
Building Services	37,891	40,067	40,369	3,073	19,320	40,369	0	0.0%
City Council	4,404	4,501	4,502	322	2,004	4,290	212	4.7%
City Secretary	627	742	742	55	339	742	0	0.0%
Convention & Entertainment	5,863	6,347	6,347	469	2,892	6,347	0	0.0%
Finance and Administration	1,825	6,436	6,436	517	2,001	6,361	75	1.2%
Fire	19,721	24,328	24,420	1,670	11,334	23,557	863	3.5%
Health and Human Services	327,525	363,329	363,329	33,123	183,915	364,903	(1,574)	-0.4%
Housing and Community Dev.	44,690	47,920	47,890	3,801	21,986	47,083	807	1.7%
Houston Emergency Center	0	518	518	8	319	518	0	0.0%
Human Resources	0	9,834	9,962	2,460	4,932	9,962	0	0.0%
Information Technology	2,405	2,565	2,565	194	1,142	2,375	190	7.4%
Legal	11,807	14,126	14,126	1,219	7,431	13,844	282	2.0%
Library	11,055	13,410	13,410	978	6,282	13,202	208	1.6%
Mayor's Office	29,605	33,438	33,438	2,442	14,444	32,767	671	2.0%
Municipal Courts - Administration	2,113	2,994	3,036	281	1,495	3,036	0	0.0%
Municipal Courts - Justice	16,764	14,366	14,366	1,328	7,263	14,366	0	0.0%
Parks and Recreation	4,271	4,498	4,498	393	2,270	4,498	0	0.0%
Planning and Development	48,732	59,954	59,993	4,695	29,509	59,993	0	0.0%
Police	6,839	8,111	8,111	709	3,611	8,030	81	1.0%
Public Works and Engineering	536,739	575,752	575,752	50,981	297,495	580,752	(5,000)	-0.9%
Solid Waste Management	78,916	89,144	89,106	5,628	35,882	88,098	1,008	1.1%
Total Departmental Expenditures	68,547	71,528	71,978	5,974	34,183	71,978	0	0.0%
General Government	1,261,989	1,395,844	1,396,830	120,456	690,859	1,398,971	(2,141)	-0.2%
Total Expenditures Other Than Debt	110,456	72,576	71,590	5,044	21,383	73,271	(1,681)	-2.3%
Debt Service Transfer	1,372,445	1,468,420	1,468,420	125,500	712,242	1,472,242	(3,822)	-0.3%
Total Expenditures and Other Uses	195,000	209,000	209,000	0	0	209,000	0	0.0%
Net Current Activity	1,567,445	1,677,420	1,677,420	125,500	712,242	1,681,242	(3,822)	-0.2%
Amount Needed to Balance the Budget	(10,522)	(83,296)	(83,296)	27,314	(212,664)	(62,710)	20,586	
Transfers from other funds	2,042	2,950	2,950	0	2,200	2,950	0	
Pension Bond Proceeds	59,000	63,000	63,000	0	-	63,000	0	
Sale of Capital Assets	6,439	-	-	0	-	-	0	
Unreserved Fund Balance, Beg. of Year	142,112	199,071	199,071	199,071	199,071	199,071	0	
Unreserved Fund Balance, End of Year	199,071	181,725	181,725	226,385	(11,393)	202,311	20,586	
Designated for Sign Abatement	(2,070)	(2,070)	(2,070)	-	-	(2,070)	0	
Designated for Rainy Day Fund	(20,000)	(20,000)	(20,000)	-	-	(20,000)	0	
Undesignated Fund Balance, End of Year	\$ 177,001	\$ 159,655	\$ 159,655	\$ 226,385	\$ (11,393)	\$ 180,241	\$ 20,586	

General Fund  
Finance and Administration  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	Current Month	YTD	F & A Projection	Variance from Current Budget	% Variance
Revenues								
General Property Taxes	\$ 705,952	\$ 730,520	730,520	\$ 75,719	\$ 98,872	\$ 740,000	9,480	1.3%
Industrial Assessments	14,314	13,609	13,609	1,135	6,855	14,275	666	4.9%
Sales Tax	422,598	431,219	431,219	49,588	227,179	450,599	19,380	4.5%
Other Taxes	9,279	9,450	9,450	0	2,438	9,450	0	0.0%
Electric Franchise	97,274	99,058	99,058	8,267	49,483	99,058	0	0.0%
Telephone Franchise	50,167	45,600	45,600	4,032	24,694	45,600	0	0.0%
Gas Franchise	21,866	18,902	18,902	1,408	7,807	18,902	0	0.0%
Other Franchise	17,200	16,448	16,448	1,638	8,661	16,448	0	0.0%
Licenses and Permits	18,086	18,152	18,152	1,506	8,350	18,152	0	0.0%
Intergovernmental	26,989	34,691	34,691	513	9,432	33,679	(1,012)	-2.9%
Charges for Services	41,115	45,376	45,376	3,783	19,912	45,376	0	0.0%
Direct Interfund Services	42,056	46,252	46,252	87	5,636	44,749	(1,503)	-3.2%
Indirect Interfund Services	14,895	14,198	14,198	1,603	3,255	14,198	0	0.0%
Municipal Courts Fines and Forfeits	45,319	45,583	45,583	2,491	17,865	43,326	(2,257)	-5.0%
Other Fines and Forfeits	3,681	2,144	2,144	180	1,328	2,344	200	9.3%
Interest	8,600	10,395	10,395	328	3,693	10,395	0	0.0%
Miscellaneous/Other	17,532	12,527	12,527	536	4,118	12,527	0	0.0%
Total Revenues	1,556,923	1,594,124	1,594,124	152,814	499,578	1,619,078	24,954	1.6%
Expenditures								
Affirmative Action	1,650	1,936	1,936	136	810	1,900	36	1.9%
Building Services	37,891	40,067	40,369	3,073	19,320	40,369	0	0.0%
City Council	4,404	4,501	4,502	322	2,004	4,290	212	4.7%
City Secretary	627	742	742	55	339	742	0	0.0%
Controller	5,863	6,347	6,347	469	2,892	6,347	0	0.0%
Convention & Entertainment	1,825	6,436	6,436	517	2,001	6,361	75	1.2%
Finance and Administration	19,721	24,328	24,420	1,670	11,334	23,557	863	3.5%
Fire	327,525	363,329	363,329	33,123	183,915	364,903	(1,574)	-0.4%
Health and Human Services	44,690	47,920	47,890	3,801	21,986	47,083	807	1.7%
Housing and Community Dev.	0	518	518	8	319	518	0	0.0%
Houston Emergency Center	0	9,834	9,962	2,460	4,932	9,962	0	0.0%
Human Resources	2,405	2,565	2,565	194	1,142	2,375	190	7.4%
Information Technology	11,807	14,126	14,126	1,219	7,431	13,844	282	2.0%
Legal	11,055	13,410	13,410	978	6,282	13,202	208	1.6%
Library	29,605	33,438	33,438	2,442	14,444	32,767	671	2.0%
Mayor's Office	2,113	2,994	3,036	281	1,495	3,036	0	0.0%
Municipal Courts - Administration	16,764	14,366	14,366	1,328	7,263	14,366	0	0.0%
Municipal Courts - Justice	4,271	4,498	4,498	393	2,270	4,498	0	0.0%
Parks and Recreation	48,732	59,954	59,993	4,695	29,509	59,993	0	0.0%
Planning and Development	6,839	8,111	8,111	709	3,611	8,030	81	1.0%
Police	536,739	575,752	575,752	50,981	297,495	580,752	(5,000)	-0.9%
Public Works and Engineering	78,916	89,144	89,106	5,628	35,882	88,098	1,008	1.1%
Solid Waste Management	68,547	71,528	71,978	5,974	34,183	71,978	0	0.0%
Total Departmental Expenditures	1,261,989	1,395,844	1,396,830	120,456	690,859	1,398,971	(2,141)	-0.2%
General Government	110,456	72,576	71,590	5,044	21,383	73,271	(1,681)	-2.3%
Total Expenditures Other Than Debt	1,372,445	1,468,420	1,468,420	125,500	712,242	1,472,242	(3,822)	-0.3%
Debt Service Transfer	195,000	209,000	209,000	0	0	209,000	0	0.0%
Total Expenditures and Other Uses	1,567,445	1,677,420	1,677,420	125,500	712,242	1,681,242	(3,822)	-0.2%
Net Current Activity	(10,522)	(83,296)	(83,296)	27,314	(212,664)	(62,164)	21,132	
Transfers from other funds	2,042	2,950	2,950	-	2,200	2,950	0	
Pension Bond Proceed	59,000	63,000	63,000	-	-	63,000	0	
Sale of Capital Assets	6,439	-	-	-	-	-	-	
Unreserved Fund Balance, Beg.of Year	142,112	199,071	199,071	199,071	199,071	199,071	0	
Unreserved Fund Balance, End of Year	199,071	181,725	181,725	226,385	(11,393)	202,857	21,132	
Designated for Sign Abatement	(2,070)	(2,070)	(2,070)	-	-	(2,070)	-	
Designated for Rainy Day Fund	(20,000)	(20,000)	(20,000)	-	-	(20,000)	-	
Undesignated Fund Balance, End of Year	\$ 177,001	\$ 159,655	\$ 159,655	\$ 226,385	\$ (11,393)	\$ 180,787	\$ 21,132	

General Fund  
General Government  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007						
		Adopted Budget	Current Budget	Current Month	YTD	YTD as % of Current Budget	Controller's Projection	F&A Projection
Non-Dept. Exp. and Other Uses								
General Government								
Pension-Civilian	0	0	0	0	0	0.0%	0	0
Insurance-Civilian (Active)	0	0	0	0	0	0.0%	0	0
Insurance-Civilian (Retirees)	18,100	19,412	19,412	1,570	9,422	48.5%	19,034	19,034
Pension-Police	0	0	0	0	0	0.0%	0	0
Insurance-Classified (Retirees)	24,103	0	0	0	0	0.0%	0	0
Long Term Disability	0	0	0	0	0	0.0%	0	0
Compensation Contingency	0	0	0	0	0	0.0%	0	0
Total Personnel Services	42,203	19,412	19,412	1,570	9,422	48.5%	19,034	19,034
Insurance Fees	1,516	0	0	0	0	0.0%	0	0
Accounting and Auditing Svcs	1,133	85	85	20	(49)	-57.6%	85	85
Advertising Svcs	122	225	225	12	74	32.9%	225	225
Legal Services	1,743	1,920	1,920	(61)	609	31.7%	1,920	1,920
Management Consulting Svcs.	343	187	187	29	139	74.3%	187	187
Misc Support Svcs	22	0	0	0	5	0.0%	5	5
Real Estate Lease	5,919	4,587	4,587	380	2,278	49.7%	4,587	4,587
Parking Space Rental	94	0	0	4	90	0.0%	0	0
METRO Commuter Passes	561	600	600	0	409	68.2%	600	600
Electricity	0	0	0	0	0	0.0%	0	0
Other Interfund Services	0	0	0	0	0	0.0%	0	0
Limited Purpose Annexation Pmts.	17,618	19,686	19,686	1,712	4,495	22.8%	19,686	19,686
Print Shop Services	11	0	0	0	0	0.0%	0	0
Printing and Reproduction Svcs.	1	0	0	0	0	0.0%	0	0
Tax Appraisal Fees	5,045	5,141	5,141	1,368	2,622	51.0%	5,712	5,712
Tax Refunds	0	0	0	0	0	0.0%	0	0
Billing and Collection Svcs	750	0	0	0	0	0.0%	0	0
Elections	2,294	0	4,000	5	722	0.0%	4,000	4,000
Claims and Judgments	6,031	5,000	5,000	0	0	0.0%	7,300	7,300
Contingency/Reserve	0	7,361	2,375	0	0	0.0%	2,375	2,375
Zoo Contract	7,687	0	0	0	0	0.0%	0	0
Misc Other Services and Charges	2,509	1,188	1,188	5	107	9.0%	1,188	1,188
Membership and Professional Fees	592	665	665	0	89	13.4%	665	665
Mgmt Initiative Savings	0	0	0	0	0	0.0%	0	0
Total Other Services and Charges	53,991	46,645	45,659	3,474	11,590	25.4%	48,535	48,535
Other Financing Uses								
Debt Service-Interest	4,992	6,188	6,188	0	260	4.2%	5,369	5,369
Transfers to TRANS Debt Service	0	0	0	0	0	0.0%	0	0
Transfers to Conv & Entertain	1,000	333	333	0	111	33.3%	333	333
Transfers to Special Revenues	8,270	0	0	0	0	0.0%	0	0
Transfers to Capital Projects	0	0	0	0	0	0.0%	0	0
Total Other Financing Uses	14,262	6,521	6,521	0	371	5.7%	5,702	5,702
Total General Government	110,456	72,576	71,590	5,044	21,383	29.9%	73,271	73,271

**KATRINA AID & RECOVERY  
MONTHLY FINANCIAL & OPERATING REPORT  
For the Period Ended December 31, 2006**

Amounts in Whole Dollars

<b>RECOVERIES &amp; REIMBURSEMENT</b>						
	<u>Received</u>	<u>Receivable</u>	<u>Total I-T-D Thru Dec'06</u>	<u>Projected Jan-Mar</u>	<u>Total I-T-D Thru Mar'07</u>	<u>% of Total</u>
<b>FEMA Grants:</b>						
Housing	\$287,245,504	\$0	\$287,245,504	(\$7,410,862)	\$279,834,642	91.9%
Non-Housing	\$13,918,749	\$3,990,251	\$17,909,000	\$2,499,018	\$20,408,018	6.7%
<b>FEMA Grant Administration Fees:</b>						
Housing	\$202,555	\$1,249,923	\$1,452,478	(\$37,054)	\$1,415,423	0.5%
Non-Housing	\$77,726	\$31,568	\$109,294	\$12,495	\$121,789	0.0%
<b>Subtotal FEMA Reimbursements</b>	<b>\$301,444,534</b>	<b>\$5,271,742</b>	<b>\$306,716,276</b>	<b>(\$4,936,403)</b>	<b>\$301,779,872</b>	<b>99.1%</b>
Interest Income on Pooled Investments	\$1,060,642	\$0	\$1,060,642	\$686,046	\$1,746,688	0.6%
Contributions from Others	\$1,030,050	\$0	\$1,030,050	\$0	\$1,030,050	0.3%
<b>TOTAL RECEIPTS</b>	<b>\$303,535,226</b>	<b>\$5,271,742</b>	<b>\$308,806,968</b>	<b>(\$4,250,357)</b>	<b>\$304,556,611</b>	<b>100.0%</b>

	<u>Actual Paid Inception to Date</u>	<u>Other Expended/ Incurred (A)</u>	<u>Total I-T-D Thru Dec'06</u>	<u>Projected Jan-Mar (B)</u>	<u>Total I-T-D Thru Mar'07</u>	<u>% of Total</u>
<b>EXPENDITURES - HOUSING</b>						
<b>Direct Assistance - Housing</b>						
Rent	\$154,309,431	\$550,685	\$154,860,116	\$0	\$154,860,116	55.0%
Utilities	\$37,765,122	\$1,432,216	\$39,197,338	\$24,000	\$39,221,338	13.9%
Furniture	\$36,984,379	\$0	\$36,984,379	\$0	\$36,984,379	13.1%
Household Goods	\$1,227,470	\$0	\$1,227,470	\$0	\$1,227,470	0.4%
<b>Subtotal Direct Assistance</b>	<b>\$230,286,402</b>	<b>\$1,982,901</b>	<b>\$232,269,304</b>	<b>\$24,000</b>	<b>\$232,293,304</b>	<b>82.5%</b>
Program Delivery & Management	\$44,142,585	\$3,528,582	\$47,671,167	\$775,399	\$48,446,565	17.2%
Other Materials & Services	\$754,771	\$0	\$754,771	\$0	\$754,771	0.3%
<b>Total Housing Expenses</b>	<b>\$275,183,758</b>	<b>\$5,511,483</b>	<b>\$280,695,241</b>	<b>\$799,399</b>	<b>\$281,494,640</b>	<b>100.0%</b>
<b>EXPENDITURES - NON HOUSING</b>						
<b>City Dept Personnel Costs</b>						
City Personnel - Labor & Benefits (S/T)	\$182,020	\$0	\$182,020	\$0	\$182,020	0.8%
City Personnel - Labor & Benefits (O/T)	\$13,026,181	\$0	\$13,026,181	\$0	\$13,026,181	59.2%
<b>Subtotal City Personnel</b>	<b>\$13,208,201</b>	<b>\$0</b>	<b>\$13,208,201</b>	<b>\$0</b>	<b>\$13,208,201</b>	<b>60.0%</b>
<b>Other City Dept Costs</b>						
Materials & Supplies	\$276,589	\$0	\$276,589	\$0	\$276,589	1.3%
Force Equipment	\$180,034	\$0	\$180,034	\$0	\$180,034	0.8%
Rentals - Equipment & Other	\$420,956	\$0	\$420,956	\$0	\$420,956	1.9%
Contract Services	\$6,347,650	\$0	\$6,347,650	\$0	\$6,347,650	28.9%
Professional Services	\$0	\$0	\$0	\$0	\$0	0.0%
<b>Subtotal City Depts</b>	<b>\$20,433,431</b>	<b>\$0</b>	<b>\$20,433,431</b>	<b>\$0</b>	<b>\$20,433,431</b>	<b>92.9%</b>
<b>Katrina Administration Costs</b>						
PW Administration	\$1,139,508	\$0	\$1,139,508	\$0	\$1,139,508	5.2%
Financial & Operations Management	\$2,880	\$343,906	\$346,786	\$80,300	\$427,086	1.9%
<b>Subtotal Katrina Administration</b>	<b>\$1,142,388</b>	<b>\$343,906</b>	<b>\$1,486,294</b>	<b>\$80,300</b>	<b>\$1,566,594</b>	<b>7.1%</b>
<b>Total Non Housing Expenses</b>	<b>\$21,575,819</b>	<b>\$343,906</b>	<b>\$21,919,725</b>	<b>\$80,300</b>	<b>\$22,000,025</b>	<b>100.0%</b>
<b>Grand Total Housing &amp; Non Housing</b>	<b>\$296,759,577</b>	<b>\$5,855,389</b>	<b>\$302,614,966</b>	<b>\$879,699</b>	<b>\$303,494,664</b>	

Excess (deficiency) of FEMA reimbursements over expenses - Housing	\$6,550,263	(\$1,659,998)
Excess (deficiency) of FEMA reimbursements over expenses - Non Housing	(\$2,448,953)	(\$54,794)
Contributions from Others	\$1,030,050	\$1,030,050
Interest on Pooled Investments (C)	\$314,116	\$585,232
<b>Total Excess (Deficiency)</b>	<b>\$5,445,476</b>	<b>(\$99,510)</b>
<b>Other Receipts and Sources of Funding</b>		
Advance from Fund 405	\$10,000,000	\$10,000,000
Transfer Back to General Fund	(\$2,200,000)	(\$2,200,000)
Net Fund 405 Advance Available to Katrina Fund	\$7,800,000	\$7,800,000
<b>Excess (deficiency) of FEMA reimbursements and other funding sources over expenses</b>	<b>\$13,245,476</b>	<b>\$7,700,490</b>

**REFERENCES**

- (A) Includes expenses through month end that have been invoiced and not yet paid, and expenses incurred that have not yet been invoiced  
 (B) Includes expenses to be incurred after the month of the report  
 (C) Total interest earned on pooled investments is reduced by housing portion that must be remitted to FEMA.



Disaster Recovery Fund  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	<u>Inception To Date</u>	<u>F &amp; A Projection</u>
<b>Revenues</b>		
Recoveries and Refund		
Insurance		
FEMA	\$ 32,724 (1)	\$ 32,724 (2)
Miscellaneous	18,488	20,839
Interest Income	8	8
	<u>2,914</u>	<u>3,090</u>
Total Revenues	<u>54,134</u>	<u>56,661</u>
<b>Expenditures</b>		
Personnel	1,986	1,986
Supplies	1,113	1,113
Contracts	51,071	52,102
Equipment	1,648	1,648
	<u>55,818</u>	<u>56,849 (3)</u>
Net Current Activity	<u>(1,684)</u>	<u>(188)</u>
<b>Other financing sources</b>		
Advances:		
ALP Fund	25,000	25,000
Convention and Entertainment	17,165	17,165
Other Funds	-	47
Total other financing sources	<u>42,165</u>	<u>42,212</u>
<b>Other uses</b>		
Transfers out:		
General Fund	15,000	15,000
Convention and Entertainment	14,185	16,325
Police Special Services	600	600
Water/Sewer	-	991
Capital Equipment Acquisition	4,000	4,000
Future Available	-	5,108 (4)
Total other uses	<u>33,785</u>	<u>42,024</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other (uses)	<u>\$ 6,696</u>	<u>\$ -</u>

- (1) Includes \$2.406 million insurance reimbursement for Business Interruption claims for Convention and Entertainment.
- (2) Final settlement on insurance claims.
- (3) Assumes current damage estimates are correct when final repairs completed.
- (4) Assumed available when FEMA claims are final.

**About the Fund:**

The Disaster Recovery Fund was established to separately account for all cost associated with flood damage and recovery resulting from Tropical Storm Allison.

General Fund  
Statement of Cash Transactions  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Month Ended	YTD
Cash Balance, Beginning of Month	\$ 14,958	\$ 157,214
RECEIPTS:		
Balance Sheet Transactions	3,794	106,570
TRANS Proceeds	0	140,000
Short-Term Borrowings	0	0
Taxable Note Proceeds	0	0
Ad Valorem Tax	75,720	98,881
Industrial Assessments	0	13
Sales Tax	33,961	224,192
Bingo Tax	0	64
Mix Beverage Tax	0	4,748
Electric Franchise Fees	8,267	41,437
Telephone Franchise Fees	170	22,187
Natural Gas Franchise Fees	0	3,809
Other Franchise Fees	372	7,680
Licenses and Permits	1,492	8,185
Intergovernmental	513	3,274
Charge for Services	3,328	17,444
Direct Interfund Services	35	5,103
Indirect Interfund Services	16,106	17,758
Municipal Courts Fines	2,491	16,559
Interfund - Pension Bond Proceeds	13,335	13,335
Interfund - Disaster Recovery Fund	0	0
Other Fines & Forfeitures	190	1,543
Interest Apportionment	329	3,693
Other	766	6,108
Total Receipts - F&A	<u>160,871</u>	<u>742,583</u>
DISBURSEMENTS:		
Balance Sheet Transactions	(3,324)	(98,111)
Vendor Payment	(13,442)	(99,600)
Payroll Expenses	(91,738)	(575,615)
Workers Compensation	(1,263)	(5,299)
Operating Transfer Out	(2,738)	(6,787)
Supplies	(1,233)	(8,421)
Contract Services	(1,308)	(9,347)
Rental & Leasings	(536)	(2,990)
Utilities	(3,718)	(29,070)
TRANS/BORROWING Repayment	0	0
Taxable Note Principal and Interest	0	0
TIRZ Payment	0	0
Interfund - Transfer to Rainy Day Fund	0	0
Interfund - Transfer to Debt Service	0	(260)
Interfund - all other funds	(6,990)	(14,136)
Capital Outlay	0	1
Other	18	(605)
Total Disbursements	<u>(126,272)</u>	<u>(850,241)</u>
Net Increase (Decrease) in Cash	<u>34,598</u>	<u>(107,657)</u>
Cash Balance, End of Month	<u>\$ 49,557</u>	<u>\$ 49,557</u>

Note: Totals may not add up due to rounding.

**General Fund**  
**Five Year History and Current Year Projection**  
(amounts expressed in thousands)

	FY2002		FY2003		FY2004	
	Actual	% of Total	Actual	% of Total	Actual	% of Total
<b>Revenues</b>	\$		\$		\$	
General Property Taxes	623,100	46.0%	636,028	47.1%	660,999	47.2%
Industrial Assessments	15,642	1.2%	15,014	1.1%	15,167	1.1%
Sales Tax	341,952	25.2%	322,538	23.9%	347,982	24.9%
Other Taxes	0		0		0	
Electric Franchise	91,455	6.8%	76,605	5.7%	76,394	5.5%
Telephone Franchise	58,695	4.3%	56,435	4.2%	52,926	3.8%
Gas Franchise	13,740	1.0%	14,693	1.1%	16,535	1.2%
Other Franchise	11,469	0.8%	12,941	1.0%	15,524	1.1%
License and Permits	12,559	0.9%	15,335	1.1%	15,271	1.1%
Intergovernmental	20,028	1.5%	23,202	1.7%	19,524	1.4%
Charges for Services	31,560	2.3%	37,422	2.8%	39,876	2.8%
Direct Interfund Services	62,590	4.6%	62,099	4.6%	57,056	4.1%
Indirect Interfund Services	15,095	1.1%	15,859	1.2%	14,647	1.0%
Muni Courts Fines and Forfeits	35,208	2.6%	42,433	3.1%	45,005	3.2%
Other Fines and Forfeits	2,379	0.2%	2,185	0.2%	2,131	0.2%
Interest	8,394	0.6%	6,893	0.5%	5,130	0.4%
Miscellaneous/Other	10,994	0.8%	11,057	0.8%	16,046	1.1%
<b>Total Revenues</b>	<b>1,354,860</b>	<b>100.0%</b>	<b>1,350,739</b>	<b>100.0%</b>	<b>1,400,213</b>	<b>100.0%</b>
<b>Expenditures</b>						
Affirmative Action	1,712	0.1%	1,808	0.1%	1,668	0.1%
Building Services	31,273	2.3%	28,265	2.1%	24,629	1.8%
City Council	4,220	0.3%	3,961	0.3%	3,920	0.3%
City Secretary	695	0.1%	686	0.0%	821	0.1%
Controller	6,214	0.5%	5,836	0.4%	5,786	0.4%
Convention & Entertainment						
Finance and Administration	31,221	2.3%	17,468	1.3%	18,631	1.3%
Fire	271,598	19.8%	279,618	20.3%	281,525	20.1%
Health and Human Services	55,076	4.0%	51,413	3.7%	51,121	3.6%
Housing and Community Dev.	206	0.0%	-	0.0%	0	0.0%
Houston Emergency Center	0	0.0%	-	0.0%	0	0.0%
Human Resources	2,872	0.2%	2,581	0.2%	2,351	0.2%
Information Technology	-	0.0%	11,059	0.8%	12,562	0.9%
Legal	10,911	0.8%	10,710	0.8%	11,121	0.8%
Library	35,263	2.6%	33,485	2.4%	32,456	2.3%
Mayor's Office	1,924	0.1%	1,858	0.1%	1,859	0.1%
Municipal Courts - Admin	16,099	1.2%	15,776	1.1%	16,275	1.2%
Municipal Courts - Justice	3,743	0.3%	3,925	0.3%	3,949	0.3%
Parks and Recreation	55,999	4.1%	54,200	3.9%	43,186	3.1%
Planning and Development	8,319	0.6%	15,210	1.1%	13,986	1.0%
Police	443,750	32.3%	449,624	32.6%	473,223	33.8%
Public Works and Engineering	102,570	7.5%	85,692	6.2%	86,938	6.2%
Solid Waste Management	60,812	4.4%	61,535	4.5%	61,673	4.4%
<b>Total Departmental</b>	<b>1,144,477</b>	<b>83.2%</b>	<b>1,134,710</b>	<b>82.4%</b>	<b>1,147,680</b>	<b>81.9%</b>
General Government	61,683	4.5%	65,056	4.7%	88,314	6.3%
Debt Service Transfer	169,000	12.3%	178,000	12.9%	165,000	11.8%
Operating Transfer	0	0.0%	0	0.0%	0	0.0%
<b>Total Expenditures</b>	<b>1,375,160</b>	<b>100.0%</b>	<b>1,377,766</b>	<b>100.0%</b>	<b>1,400,994</b>	<b>100.0%</b>
<b>Net Current Activity</b>	<b>(20,300.00)</b>		<b>(27,027.00)</b>		<b>(781)</b>	
<b>Change in Reserve for Working Capital</b>	<b>0</b>		<b>0</b>			
<b>Transfers from other funds</b>	<b>24,100</b>		<b>34,440</b>		<b>6,800</b>	
<b>Other Fin. Sources/Expen. Reductions</b>						
<b>Pension Bond Proceed</b>	<b>0</b>		<b>0</b>			
<b>Sale of Capital Assets</b>						
<b>Disaster Recovery Fund Transfer</b>	<b>0</b>		<b>15,000</b>			
<b>Change in Misc. Other Reserves</b>			<b>(2,594)</b>		<b>(835)</b>	
<b>Unreserved Fund Balance, Beg. of Year</b>	<b>81,482</b>		<b>85,282</b>		<b>105,101</b>	
<b>Unreserved Fund Balance, End of Year</b>	<b>85,282</b>		<b>105,101</b>		<b>110,285</b>	
<b>Designated for Sign Abatement</b>	<b>(2,073)</b>		<b>(2,074)</b>		<b>(2,074)</b>	
<b>Designated for Rainy Day Fund</b>	<b>(5,000)</b>		<b>(20,000)</b>		<b>(20,000)</b>	
<b>Designated for Capital Projects</b>	<b>0</b>		<b>0</b>		<b>0</b>	
<b>Designated for PIP</b>	<b>0</b>		<b>0</b>		<b>0</b>	
<b>Undesignated Fund Balance, End of Year</b>	<b>\$78,209</b>		<b>\$83,027</b>		<b>\$ 88,211</b>	

**General Fund**  
**Five Year History and Current Year Projection (cont'd)**  
(amounts expressed in thousands)

	FY2005		FY2006		FY2007	
	Actual	%	Actual	%	Projection	%
	\$	of Total	\$	of Total	\$	of Total
<b>Revenues</b>						
General Property Taxes	671,294	46.3%	705,952	45.3%	740,000	45.7%
Industrial Assessments	14,635	1.0%	14,314	0.9%	14,275	0.9%
Sales Tax	370,583	25.6%	422,598	27.1%	450,599	27.8%
Other Taxes	0		9,279		9,450	0.6%
Electric Franchise	77,759	5.4%	97,274	6.2%	99,058	6.1%
Telephone Franchise	49,714	3.4%	50,167	3.2%	45,600	2.8%
Gas Franchise	18,520	1.3%	21,866	1.4%	18,902	1.2%
Other Franchise	16,269	1.1%	17,200	1.1%	16,448	1.0%
License and Permits	17,692	1.2%	18,086	1.2%	18,152	1.1%
Intergovernmental	27,493	1.9%	26,989	1.7%	33,679	2.1%
Charges for Services	39,933	2.8%	41,115	2.6%	45,376	2.8%
Direct Interfund Services	61,234	4.2%	42,056	2.7%	44,749	2.8%
Indirect Interfund Services	11,031	0.8%	14,895	1.0%	14,198	0.9%
Muni Courts Fines and Forfeits	48,827	3.4%	45,319	2.9%	43,326	2.7%
Other Fines and Forfeits	2,424	0.2%	3,681	0.2%	2,344	0.1%
Interest	6,414	0.4%	8,600	0.6%	10,395	0.6%
Miscellaneous/Other	16,253	1.1%	17,532	1.1%	12,527	0.8%
<b>Total Revenues</b>	<b>1,450,075</b>	<b>100.0%</b>	<b>1,556,923</b>	<b>99.4%</b>	<b>1,619,078</b>	<b>100.0%</b>
<b>Expenditures</b>						
Affirmative Action	1,714	0.1%	1,650	0.1%	1,900	0.1%
Building Services	24,632	1.7%	37,891	2.4%	40,369	2.4%
City Council	4,266	0.3%	4,404	0.3%	4,290	0.3%
City Secretary	626	0.0%	627	0.0%	742	0.0%
Controller	5,959	0.4%	5,863	0.4%	6,347	0.4%
Convention & Entertainment	0	0.0%	1,825	0.1%	6,361	0.4%
Finance and Administration	19,873	1.4%	19,721	1.3%	23,557	1.4%
Fire	291,352	19.8%	327,525	20.9%	364,903	21.7%
Health and Human Services	50,311	3.4%	44,690	2.9%	47,083	2.8%
Housing and Community Dev.	0	0.0%	0	0.0%	518	0.0%
Houston Emergency Center	0	0.0%	0	0.0%	9,962	0.6%
Human Resources	2,217	0.2%	2,405	0.2%	2,375	0.1%
Information Technology	12,278	0.8%	11,807	0.8%	13,844	0.8%
Legal	10,675	0.7%	11,055	0.7%	13,202	0.8%
Library	33,222	2.3%	29,605	1.9%	32,767	1.9%
Mayor's Office	1,849	0.1%	2,113	0.1%	3,036	0.2%
Municipal Courts - Admin	16,350	1.1%	16,764	1.1%	14,366	0.9%
Municipal Courts - Justice	4,213	0.3%	4,271	0.3%	4,498	0.3%
Parks and Recreation	47,592	3.2%	48,732	3.1%	59,993	3.6%
Planning and Development	7,155	0.5%	6,839	0.4%	8,030	0.5%
Police	498,187	33.9%	536,739	34.2%	580,752	34.5%
Public Works and Engineering	89,193	6.1%	78,916	5.0%	88,098	5.2%
Solid Waste Management	66,989	4.6%	68,547	4.4%	71,978	4.3%
<b>Total Departmental</b>	<b>1,188,653</b>	<b>81.0%</b>	<b>1,261,989</b>	<b>80.5%</b>	<b>1,398,971</b>	<b>83.2%</b>
General Government	91,224	6.2%	110,456	7.0%	73,271	4.4%
Debt Service Transfer	188,000	12.8%	195,000	12.4%	209,000	12.4%
Operating Transfer	0	0.0%	0	0.0%	0	0.0%
<b>Total Expenditures</b>	<b>1,467,877</b>	<b>100.0%</b>	<b>1,567,445</b>	<b>100.0%</b>	<b>1,681,242</b>	<b>100.0%</b>
<b>Net Current Activity</b>	<b>(17,802)</b>		<b>(10,522)</b>		<b>(62,164)</b>	
<b>Change in Reserve for Working Capital</b>	<b>0</b>		<b>0</b>		<b>0</b>	
<b>Transfers from other funds</b>	<b>1,029</b>		<b>2,042</b>		<b>2,950</b>	
<b>Other Fin. Sources/Expen. Reductions</b>	<b>0</b>		<b>0</b>		<b>0</b>	
<b>Pension Bond Proceed</b>	<b>48,600</b>		<b>59,000</b>		<b>63,000</b>	
<b>Sale of Capital Assets</b>	<b>0</b>		<b>6,439</b>		<b>0</b>	
<b>Disaster Recovery Fund Transfer</b>	<b>0</b>		<b>0</b>		<b>0</b>	
<b>Change in Misc. Other Reserves</b>	<b>0</b>		<b>0</b>		<b>0</b>	
<b>Unreserved Fund Balance, Beg. of Year</b>	<b>110,285</b>		<b>142,112</b>		<b>199,071</b>	
<b>Unreserved Fund Balance, End of Year</b>	<b>142,112</b>		<b>199,071</b>		<b>202,857</b>	
<b>Designated for Sign Abatement</b>	<b>(2,070)</b>		<b>(2,070)</b>		<b>(2,070)</b>	
<b>Designated for Rainy Day Fund</b>	<b>(20,000)</b>		<b>(20,000)</b>		<b>(20,000)</b>	
<b>Designated for Capital Projects</b>	<b>0</b>		<b>0</b>		<b>0</b>	
<b>Designated for PIP</b>	<b>0</b>		<b>0</b>		<b>0</b>	
<b>Undesignated Fund Balance, End of Year</b>	<b>\$ 120,042</b>		<b>\$ 177,001</b>		<b>\$ 180,787</b>	



**DECEMBER 2006**

Aviation Operating Fund  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Operating Revenues</b>						
Landing Area	\$ 101,758	\$ 112,952	\$ 112,952	52,144	\$ 105,329	\$ 105,329
Bldg and Ground Area	179,951	195,251	195,251	97,868	197,155	197,155
Parking and Concession	108,884	112,605	112,605	59,488	118,066	118,066
Other	3,268	3,000	3,000	1,343	3,000	3,000
Total Operating Revenues	<u>393,861</u>	<u>423,808</u>	<u>423,808</u>	<u>210,843</u>	<u>423,550</u>	<u>423,550</u>
<b>Operating Expenses</b>						
Personnel	84,892	86,503	86,503	41,594	85,991	85,991
Supplies	6,784	8,473	8,476	3,157	8,166	8,166
Services	113,504	135,557	135,498	55,125	125,770	125,770
Non-Capital Outlay	498	1,463	1,519	280	1,459	1,459
Total Operating Expenses	<u>205,678</u>	<u>231,996</u>	<u>231,996</u>	<u>100,156</u>	<u>221,386</u>	<u>221,386</u>
Operating Income (Loss)	<u>188,183</u>	<u>191,812</u>	<u>191,812</u>	<u>110,687</u>	<u>202,164</u>	<u>202,164</u>
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	17,742	18,500	18,500	12,300	22,000	22,000
Other	(58)	0	0	424	424	424
Total Nonoperating Rev (Exp)	<u>17,684</u>	<u>18,500</u>	<u>18,500</u>	<u>12,724</u>	<u>22,424</u>	<u>22,424</u>
Income (Loss) Before Operating Transfers	<u>205,867</u>	<u>210,312</u>	<u>210,312</u>	<u>123,411</u>	<u>224,588</u>	<u>224,588</u>
<b>Operating Transfers</b>						
Interfund Transfer - Oper Reserve	4,421	4,772	4,772	0	4,772	4,772
Debt Service Principal	33,362	33,385	33,385	16,693	33,385	33,385
Debt Service Interest	65,499	98,029	98,029	56,282	97,340	97,340
Renewal and Replacement	0	7,000	7,000	0	7,000	7,000
Capital Improvement	104,776	67,126	67,126	36,630	82,091	82,091
Total Operating Transfers	<u>208,058</u>	<u>210,312</u>	<u>210,312</u>	<u>109,605</u>	<u>224,588</u>	<u>224,588</u>
Net Income (Loss)						
Operating Fund Only	\$ <u>(2,191)</u>	\$ <u>0</u>	\$ <u>0</u>	<u>13,806</u>	\$ <u>0</u>	\$ <u>0</u>

**About the Fund:**

The Aviation Operating Fund is an enterprise fund which accounts for operation of the City's airport system. The airport system is comprised of the George Bush Intercontinental Airport/Houston, William P. Hobby Airport, and Ellington Field. Activities of the department include: operations, maintenance, planning and construction, public service and administration. The Department coordinates its activities with the Federal Aviation Administration (FAA), other federal and state agencies, the airlines, and tenants of the airport facilities.

Convention and Entertainment Facilities Operating Fund  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007				
		Adopted Budget	Current Budget	YTD	Controllers Projection	F & A Projection
<b>Operating Revenues</b>						
Facility Rentals	\$ 6,544	\$ 6,041	\$ 6,041	\$ 2,538	\$ 5,773	\$ 5,773
Parking	8,984	9,673	9,673	4,085	9,069	9,069
Food and Beverage Concessions	3,920	3,768	3,768	3,108	3,931	3,931
Contract Cleaning	260	250	250	75	175	175
Total Operating Revenues	<u>19,708</u>	<u>19,732</u>	<u>19,732</u>	<u>9,806</u>	<u>18,948</u>	<u>18,948</u>
<b>Operating Expenses</b>						
Personnel	7,880	8,073	8,073	4,158	8,085	8,085
Supplies	633	1,066	1,371	259	1,381	1,381
Services	22,994	29,654	29,908	9,451	29,117	29,117
Total Operating Expenses	<u>31,507</u>	<u>38,793</u>	<u>39,352</u>	<u>13,868</u>	<u>38,583</u>	<u>38,583</u>
Operating Income (Loss)	<u>(11,799)</u>	<u>(19,061)</u>	<u>(19,620)</u>	<u>(4,062)</u>	<u>(19,635)</u>	<u>(19,635)</u>
<b>Nonoperating Revenues (Expenses)</b>						
Hotel Occupancy Tax						
Current	53,512	47,000	47,000	26,084	50,342	50,342
Delinquent	1,253	1,000	1,000	476	898	898
Advertising Services	(11,972)	(11,270)	(11,270)	(3,573)	(11,578)	(11,578)
Promotion Contracts	(9,890)	(9,310)	(9,310)	(2,612)	(9,716)	(9,716)
Contracts/Sponsorships	(2,018)	(2,100)	(2,100)	(733)	(2,100)	(2,100)
Net Hotel Occupancy Tax	<u>30,885</u>	<u>25,320</u>	<u>25,320</u>	<u>19,642</u>	<u>27,846</u>	<u>27,846</u>
Interest Income	1,540	1,525	1,525	1,201	2,401	2,401
Capital Outlay	(1,028)	(2,170)	(2,284)	(586)	(2,383)	(2,383)
Non-Capital Outlay	(103)	(160)	(167)	(9)	(167)	(167)
Other Interest	(880)	(2,300)	(2,290)	(694)	(1,724)	(1,724)
Other	4,332	2,601	2,601	2,825	2,938	2,938
Total Nonoperating Rev (Exp)	<u>34,746</u>	<u>24,816</u>	<u>24,705</u>	<u>22,379</u>	<u>28,911</u>	<u>28,911</u>
Income (Loss) Before Operating Transfers	<u>22,947</u>	<u>5,755</u>	<u>5,085</u>	<u>18,317</u>	<u>9,276</u>	<u>9,276</u>
<b>Operating Transfers</b>						
Transfers for Interest	7,138	8,271	7,601	1,000	4,250	4,250
Transfers for Principal	7,230	8,300	8,300	0	4,150	4,150
Interfund Transfers Out	11	0	0	0	0	0
Miller Outdoor Theater Transfer	(1,000)	(1,137)	(1,137)	(560)	(1,137)	(1,137)
Transfers to(from) Special	0	(2,000)	(2,000)	0	(1,589)	(1,589)
Total Operating Transfers	<u>13,379</u>	<u>13,434</u>	<u>12,764</u>	<u>440</u>	<u>5,674</u>	<u>5,674</u>
Net Income (Loss)						
Operating Fund Only	<u>\$ 9,568</u>	<u>\$ (7,679)</u>	<u>\$ (7,679)</u>	<u>\$ 17,877</u>	<u>\$ 3,602</u>	<u>\$ 3,602</u>

**About the Fund:**

The Convention and Entertainment Facilities operating fund is an enterprise fund that accounts for the operation of the City's six major entertainment centers and City-owned parking garages. These centers include the following: Jesse H. Jones Hall; Bayou Place; Houston Center for The Arts; Gus S. Wortham Center; George R. Brown Convention Center and the Tranquility Park and Civic Center garages.

Combined Utility System Fund  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	FY2007 YTD	Controller's Projection	F&A Projection
<b>Operating Revenues</b>						
Water Sales	\$ 329,558	\$ 334,137	\$ 334,137	\$ 167,727	\$ 331,843	331,843
Sewer Sales	309,274	312,645	312,645	151,348	303,145	303,145
Penalties	5,085	4,996	4,996	3,226	6,000	6,000
Other	4,605	4,349	4,349	2,420	4,726	4,726
Total Operating Revenues	<u>648,522</u>	<u>656,127</u>	<u>656,127</u>	<u>324,721</u>	<u>645,714</u>	<u>645,714</u>
<b>Operating Expenses</b>						
Personnel	123,308	131,844	131,844	61,342	128,042	128,042
Supplies	33,241	30,603	30,603	15,518	31,736	31,736
Electricity and Gas	65,892	76,818	76,818	29,978	67,600	67,600
Contracts & Other Payments	97,114	93,746	93,746	52,453	96,265	96,265
Non-Capital Equipment	1,314	1,436	1,436	579	1,436	1,436
Total Operating Expenses	<u>320,869</u>	<u>334,447</u>	<u>334,447</u>	<u>159,870</u>	<u>325,079</u>	<u>325,079</u>
Operating Income (Loss)	<u>327,653</u>	<u>321,680</u>	<u>321,680</u>	<u>164,851</u>	<u>320,635</u>	<u>320,635</u>
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	15,571	17,283	17,283	10,531	19,782	19,782
Sale of Property, Mains and Scrap	5,357	1,129	1,129	456	1,126	1,126
Other	9,204	7,706	7,706	3,540	8,499	8,499
Impact Fees	15,558	17,519	17,519	9,188	20,990	20,990
HAWC	(6,242)	(9,077)	(9,077)	(4,489)	(9,077)	(9,077)
CWA & TRA Contracts (P & I)	(32,219)	(32,875)	(32,875)	(26,301)	(32,875)	(32,875)
Total Nonoperating Rev (Exp)	<u>7,229</u>	<u>1,685</u>	<u>1,685</u>	<u>(7,075)</u>	<u>8,445</u>	<u>8,445</u>
Income (Loss) Before Operating Transfers	<u>334,882</u>	<u>323,365</u>	<u>323,365</u>	<u>157,776</u>	<u>329,080</u>	<u>329,080</u>
<b>Operating Transfers</b>						
Debt Service Transfer	229,652	260,725	260,725	128,927	260,725	260,725
Transfer to PIB - Water & Sewer	26,257	24,604	24,604	5,467	24,604	24,604
Discretionary Debt-Stormwater	836	0	0	0	0	0
Pension Liability Interest	4,076	4,566	4,566	4,476	4,566	4,566
Equipment Acquisition	8,645	16,684	16,684	1,890	16,684	16,684
Transfer to Stormwater	31,300	34,837	34,837	17,418	34,837	34,837
Total Operating Transfers	<u>300,766</u>	<u>341,416</u>	<u>341,416</u>	<u>158,178</u>	<u>341,416</u>	<u>341,416</u>
Net Current Activity						
Operating Fund Only	<u>\$ 34,116</u>	<u>\$ (18,051)</u>	<u>\$ (18,051)</u>	<u>\$ (402)</u>	<u>\$ (12,336)</u>	<u>\$ (12,336)</u>

**About the Fund:**

The Combined Utility System Fund is an enterprise fund which accounts for operation of the City's water and wastewater facilities. The fund provides for the operation of the City's treated and untreated water, as well as, receive and process wastewater generated in a service area that includes the City, certain municipalities and unincorporated communities in the Houston metropolitan area. Some of the City's largest customers are other cities and water authorities which supply water to their own customers.



Stormwater Fund  
For the period ending December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	FY2007 YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Miscellaneous	\$ 248	\$ 70	\$ 70	\$ 2	\$ 70	\$ 70
Total Revenues	<u>248</u>	<u>70</u>	<u>70</u>	<u>2</u>	<u>70</u>	<u>70</u>
<b>Expenditures</b>						
Personnel	16,099	18,974	18,974	8,486	18,079	18,079
Supplies	2,147	1,758	1,758	800	2,042	2,042
Other Services	11,961	12,409	12,398	2,829	12,397	12,397
Capital Outlay	3,101	2,721	2,721	70	1,110	1,110
Total Expenditures	<u>33,308</u>	<u>35,862</u>	<u>35,851</u>	<u>12,185</u>	<u>33,628</u>	<u>33,628</u>
<b>Other Financing Sources (Uses)</b>						
Interest Income	21	100	100	125	200	200
Transfers In - CUS	31,300	34,837	34,837	17,418	34,837	34,837
Transfer Out - Pension Liability Interest	(545)	(610)	(622)	(622)	(622)	(622)
Transfer Out - Discretionary Debt Stormwater	0	(2,911)	(2,910)	(476)	(2,910)	(2,910)
Total Other Financing Sources (Uses)	<u>30,776</u>	<u>31,416</u>	<u>31,405</u>	<u>16,445</u>	<u>31,505</u>	<u>31,505</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing (Uses)	(2,284)	(4,376)	(4,376)	4,262	(2,053)	(2,053)
<b>Pension Bond Proceeds</b>	1,000	0	0	0	0	0
Fund Balance, Beginning of Year	<u>4,028</u>	<u>2,744</u>	<u>2,744</u>	<u>2,744</u>	<u>2,744</u>	<u>2,744</u>
Fund Balance, End of Year	<u>\$ 2,744</u>	<u>\$ (1,632)</u>	<u>\$ (1,632)</u>	<u>\$ 7,006</u>	<u>\$ 691</u>	<u>\$ 691</u>

The Stormwater Fund provides for the maintenance and repair of drainage infrastructure, such as storm sewers and roadside ditches. The City undertook a major restructuring of its water, sewer and drainage financing at the end of FY2004. This restructuring created a new Combined Utility System with the capacity to transfer funds from its surplus amounts to the Stormwater Fund to support stormwater drainage operations and maintenance.

Note: The Stormwater Fund is not technically an enterprise fund, but is grouped with the Combined Utility System for clarity.

Health Benefits Fund  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F & A Projection
<b>Operating Revenues</b>						
City Medical Plans	\$ 215,966	\$ 237,027	\$ 237,027	\$ 115,191	\$ 231,657	\$ 231,657
City Dental Plans	7,973	7,663	7,663	3,799	7,600	7,600
City Life Insurance Plans	5,414	5,760	5,760	2,851	5,812	5,812
Health Flexible Spending Account	72	1,000	1,000	222	445	445
Dependent Care Reimbursement	154	160	160	83	174	174
<b>Operating Revenues</b>	<u>229,579</u>	<u>251,610</u>	<u>251,610</u>	<u>122,146</u>	<u>245,688</u>	<u>245,688</u>
<b>Operating Expenses</b>						
City Medical Plan Claims	212,621	231,164	231,164	112,130	226,404	226,404
City Dental Plan Claims	7,973	7,663	7,663	3,799	7,600	7,600
City Life Insurance Plans	5,409	5,760	5,760	2,849	5,812	5,812
Administrative Costs	3,134	3,583	3,583	1,309	2,834	2,834
Health Flexible Spending Account	39	1,000	1,000	192	445	445
Dependent Care	154	160	160	83	174	174
<b>Operating Expenses</b>	<u>229,330</u>	<u>249,330</u>	<u>249,330</u>	<u>120,362</u>	<u>243,269</u>	<u>243,269</u>
Operating Income (Loss)	249	2,280	2,280	1,784	2,419	2,419
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	457	400	400	271	500	500
Prior Year Expense Recovery	1,007	50	50	0	50	50
<b>Nonoperating Revenues (Expenses)</b>	<u>1,464</u>	<u>450</u>	<u>450</u>	<u>271</u>	<u>550</u>	<u>550</u>
Pension Bond Proceeds	0	0	0	0	0	0
Net Income (Loss)	1,713	2,730	2,730	2,055	2,969	2,969
Net Assets, Beginning of Year	<u>1,277</u>	<u>2,990</u>	<u>2,990</u>	<u>2,990</u>	<u>2,990</u>	<u>2,990</u>
Net Assets, End of Year	<u>\$ 2,990</u>	<u>\$ 5,720</u>	<u>\$ 5,720</u>	<u>\$ 5,045</u>	<u>\$ 5,959</u>	<u>\$ 5,959</u>

**About the Fund:**

The Health Benefits Fund is an Internal Service Fund administered by the Human Resources Department. The Fund was established in 1984 to centralize the financial transactions for the City's benefit plans. In May 1994, the entire health benefits delivery system was revamped with a new system that employs aggressive managed care features. HMOBlueTexas (HMOBTX) provides Health Maintenance Organization (HMO) and Preferred Provider (PPO) plan, with limits on annual increases. These plans are supported by contributions from the City and participants. The Fund also includes two dental plans, a dental/health maintenance organization (DHMO) and a dental indemnity plan. Both plans are supported exclusively by participants.

Long-Term Disability Fund  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F & A Projection
<b>Operating Revenues</b>						
Contributions	\$ 2,261	\$ 2,067	\$ 2,067	\$ 1,059	\$ 2,131	\$ 2,131
<b>Operating Revenues</b>	<u>2,261</u>	<u>2,067</u>	<u>2,067</u>	<u>1,059</u>	<u>2,131</u>	<u>2,131</u>
<b>Operating Expenses</b>						
Management Consulting Services	11	12	12	11	12	12
Claims Payment Services	140	160	160	60	160	160
Employee Medical Claims	1,467	2,141	2,141	1,070	1,837	1,837
<b>Operating Expenses</b>	<u>1,618</u>	<u>2,313</u>	<u>2,313</u>	<u>1,141</u>	<u>2,009</u>	<u>2,009</u>
Operating Income (Loss)	643	(246)	(246)	(82)	122	122
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	228	245	245	196	350	350
Prior Year Expense Recovery	0	0	0	0	0	0
<b>Nonoperating Revenues (Expenses)</b>	<u>228</u>	<u>245</u>	<u>245</u>	<u>196</u>	<u>350</u>	<u>350</u>
Net Income (Loss)	871	(1)	(1)	114	472	472
Net Assets, Beginning of Year	17	888	888	888	888	888
Net Assets, End of Year	<u>\$ 888</u>	<u>\$ 887</u>	<u>\$ 887</u>	<u>\$ 1,002</u>	<u>\$ 1,360</u>	<u>\$ 1,360</u>

**About the Fund:**

The Long Term Disability (LTD) Plan is a self-insured program accounted for as an internal service fund. Established in 1985 and revised in 1996 as part of the Income Protection Plan (IPP) (renamed the Compensable Sick Leave Plan (CSL) in October 1996), the plan provides paid long-term sick leave for City employees.

Property and Casualty Fund  
For the Period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	FY2007 YTD	Controller's Projection	F & A Projection
<b>Operating Revenues</b>						
Interfund Legal Services	\$ 15,828	\$ 29,617	\$ 29,617	\$ 297	\$ 29,611	\$ 29,611
Recoveries, Prior and Misc.	73	0	0	6	6	6
<b>Operating Revenues</b>	<u>15,901</u>	<u>29,617</u>	<u>29,617</u>	<u>303</u>	<u>29,617</u>	<u>29,617</u>
<b>Operating Expenses</b>						
Personnel	2,185	2,627	2,627	1,207	2,627	2,627
Supplies	39	52	52	7	52	52
Services:						
Insurance Fees/Adm.	8,707	13,374	13,374	88	13,374	13,374
Claims and Judgments	3,587	11,144	10,144	1,872	10,144	10,144
Other Services	1,383	2,420	3,420	1,364	3,420	3,420
Capital Outlay	0	0	0	0	0	0
<b>Operating Expenses</b>	<u>15,901</u>	<u>29,617</u>	<u>29,617</u>	<u>4,538</u>	<u>29,617</u>	<u>29,617</u>
Operating Income (Loss)	0	0	0	(4,235)	0	0
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	0	0	0	0	0	0
<b>Nonoperating Revenues (Expenses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Pension Bond Proceeds</b>	0	0	0	0	0	0
Net Income (Loss)	0	0	0	(4,235)	0	0
Net Assets, Beginning of Year	<u>84</u>	<u>84</u>	<u>84</u>	<u>84</u>	<u>84</u>	<u>84</u>
Net Assets, End of Year	<u>\$ 84</u>	<u>\$ 84</u>	<u>\$ 84</u>	<u>\$ (4,151)</u>	<u>\$ 84</u>	<u>\$ 84</u>

**About the Fund:**

The Property and Casualty Fund was established to monitor the financial requirements of the Property and Risk Management Programs. This activity is primarily self-funded. The revenue is generated from assessed premiums to the other funds. These premiums are based upon projected expenditures. All risk to the City's assets (except Workers Compensation, Life, Health Benefits, and Long Term Disability) fall within the scope of this fund.

Workers' Compensation Fund  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F & A Projection
<b>Operating Revenues</b>						
Contributions	\$ 18,316	\$ 24,401	\$ 24,401	\$ 9,471	\$ 20,160	\$ 20,160
<b>Operating Revenues</b>	<u>18,316</u>	<u>24,401</u>	<u>24,401</u>	<u>9,471</u>	<u>20,160</u>	<u>20,160</u>
<b>Operating Expenses</b>						
Personnel	1,905	2,301	2,301	1,092	2,193	2,193
Supplies	39	49	49	18	56	56
Current Year Claims	16,026	21,361	21,361	7,499	17,566	17,566
Services	412	711	711	136	386	386
Capital Outlay	6	41	41	0	41	41
Non-Capital Outlay	0	19	19	11	19	19
<b>Operating Expenses</b>	<u>18,388</u>	<u>24,482</u>	<u>24,482</u>	<u>8,756</u>	<u>20,261</u>	<u>20,261</u>
Operating Income (Loss)	(71)	(81)	(81)	715	(101)	(101)
<b>Nonoperating Revenues (Expenses)</b>						
Interest Income	65	65	65	52	85	85
Other	6	16	16	2	16	16
<b>Nonoperating Revenues (Expenses)</b>	<u>71</u>	<u>81</u>	<u>81</u>	<u>54</u>	<u>101</u>	<u>101</u>
<b>Pension Bond Proceeds</b>	0	0	0	0	0	0
Net Income (Loss)	0	0	0	769	0	0
Net Assets, Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Assets, End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 769</u>	<u>\$ 0</u>	<u>\$ 0</u>

**About the Fund:**

The Workers' Compensation Fund is a revolving fund administered by the Human Resources Department. The Fund was established to centralize the financial transactions in the areas of Accident Prevention, Loss Control and Workers' Compensation.

### **Asset Forfeiture (Fund 2202,2203,2204)**

The Houston Police Department receives asset forfeiture proceeds under guidelines set forth by the U.S. Department of Justice, the U.S. Treasury Department, and the State of Texas. These forfeiture proceeds are generated as a result of law enforcement efforts against illegal and criminal activity. Proceeds received under the various guidelines must be used for law enforcement purposes.

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### **Auto Dealers (Fund 2200)**

The Auto Dealers Division of the Houston Police Department issues licenses to automotive businesses and vehicle/used parts salesmen. The Auto Dealers Division also monitors private storage facilities/salvage yards, auctions abandoned motor vehicles, and investigates complaints against automotive businesses/salesmen. The revenues generated from the fees are placed in the Auto Dealers Fund.

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### **Building Inspection (Fund 2301)**

The Public Works and Engineering Department administers the Building Inspection Special Revenue Fund, which ensures that buildings and structures constructed and maintained within the City adhere to the standards set by the City of Houston's Building Code. Permits and Licenses revenue make up approximately 75% of the revenue in this fund. This revenue is derived from the issuance of electrical, plumbing, AC and Boiler and construction permits.

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### **Building Security (Fund 2206)**

The Building Security Fund began in FY1997 generating revenue from a \$3.00 fee charged to defendants convicted of a misdemeanor offense. The purpose of the fund is to aid in ensuring the safety of civilians and civil service employees while conducting business in Municipal Courts buildings.

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### **Cable TV (Fund 2401)**

Operation of the Municipal Access Channel and its facilities is the responsibility of the Cable Communications Division of the Mayor's Office. The mission of the division is to effectively communicate to the public relevant information concerning municipal and related governmental and community services. The Cable Television Fund is supported through contributions of the cable television companies in Houston. The contributions are based upon a rate per subscriber and support public, educational, and municipal programming Houston.

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### **Child Safety Fund (Fund 2209)**

The Child Safety Fund was established to account for monies collected for public, parochial, and private school crossing guard programs. Revenues to the fund come from an assessment of a Municipal Court fee of \$5.00 on non-criminal municipal violations and an additional \$1.50 fee for each vehicle registration authorized by Harris County. If there is a surplus of funds, the City is allowed to keep 10% of the funds received for administrative fees. If a surplus exists after the payment of all covered contract expenses, the excess can be used to pay for programs designed to enhance child safety, health, or nutrition and administration costs of these programs.

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### **Houston Emergency Center (Fund 2205)**

The City of Houston's Neutral Public Safety Answering Point is one of the thirty-seven answering stations in the Greater Harris County Houston Emergency Center. Emergency calls from Houston citizens are referred to the appropriate emergency agency, such as police, fire, and ambulance services. Calls are also referred to Harris county agencies such as Juvenile Crisis Hotline, Poison Control and Emergency Management Operations. The City of Houston is reimbursed from the special district for salaries, fringe benefits and other operating expenses for the answering station.

### **Houston Transtar Center (Fund 2402)**

Houston TranStar Center formerly known as the Greater Houston Transportation & Emergency Management Center. The Houston TranStar Center was built through a cooperative effort among the City of Houston, Harris County, Metropolitan Transit Authority (METRO) and the Texas Department of Transportation (TxDOT). The center houses personnel responsible for and/or involved with transportation and emergency management planning and operations in the Houston/Harris County area. Funding for the center is received from each member agency and is prorated based on occupancy and use of center facilities.

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### **Parks Special Revenue Fund (Fund 2100)**

The Parks and Recreation Department administers the Parks Special Revenue Fund. The Fund receives revenue from the following activities: Seven municipal golf courses, rental of park facilities, and three tennis centers.

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### **Police Special Services Fund (Fund 2201)**

The Police Special Services Fund was created to properly account for funds received from other agencies or organizations to reimburse HPD for cost of services for specific law enforcement purposes. These special services include HPD participation in joint police operations, security, traffic control for activities such as "fun runs", parade and festivals.

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### **Sign Administration (Fund 2300)**

The Public Works and Engineering Department administers the Sign Administration Special Revenue Fund. The Fund oversees sign codes within both the Houston city limits and the City's extra-territorial jurisdiction (ETJ). The code requires the licensing of sign contractors, construction permits for new signs including examination/plan approval, operating permits for new and existing signs, and the impoundment and confiscation of signs found located on the public rights-of-way.

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### **Supplemental Environmental Protection Fund (Fund 2404)**

Environmental Investigations or Rat-On-a-Rat (ROAR) use Supplemental Environmental Funds for the advancement of the goals of clean air, water, and to enhance the community environment impacted by criminal environmental violators.

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### **Technology Fee Fund (Fund 2207)**

The Technology Fee Fund was established in FY2001 to account for revenue generated from a \$4.00 technology fee for convictions on all traffic and non-traffic misdemeanor offenses occurring on or after June 26, 2000. The purpose of the fund is to finance technological enhancements for the Municipal Courts including computer systems, networks, hardware, software, imaging systems, electronic ticket-writers and docket management systems.

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Asset Forfeiture Special Revenue Fund  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	FY2007 YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Confiscations	\$ 6,844	\$ 4,048	\$ 4,048	\$ 2,651	\$ 4,048	\$ 4,048
Interest Income	157	143	143	172	229	229
Total Revenues	<u>7,001</u>	<u>4,191</u>	<u>4,191</u>	<u>2,823</u>	<u>4,277</u>	<u>4,277</u>
<b>Expenditures</b>						
Personnel	1,994	3,650	3,650	1,400	3,650	3,650
Supplies	425	1,521	1,521	40	1,521	1,521
Other Services	641	2,277	2,277	51	2,277	2,277
Non-Capital Purchases	104	130	130	1	130	130
Capital Purchases	103	1,550	1,550	203	1,550	1,550
Total Expenditures	<u>3,267</u>	<u>9,128</u>	<u>9,128</u>	<u>1,695</u>	<u>9,128</u>	<u>9,128</u>
Net Current Activity	3,734	(4,937)	(4,937)	1,128	(4,851)	(4,851)
Fund Balance, Beginning of Year	<u>2,496</u>	<u>6,230</u>	<u>6,230</u>	<u>6,230</u>	<u>6,230</u>	<u>6,230</u>
Fund Balance, End of Year	<u>\$ 6,230</u>	<u>\$ 1,293</u>	<u>\$ 1,293</u>	<u>\$ 7,357</u>	<u>\$ 1,380</u>	<u>\$ 1,379</u>

Auto Dealers  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	FY2007 YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Auto Dealers Licenses	\$ 1,223	\$ 1,933	\$ 1,933	790	\$ 1,190	\$ 1,190
Vehicle Storage Notification	372	260	260	203	260	260
Vehicle Auction Fees	407	374	374	244	374	374
Interest Income	46	50	50	30	50	50
Other	1,747	1,450	1,450	766	1,450	1,450
Total Revenues	<u>3,795</u>	<u>4,067</u>	<u>4,067</u>	<u>2,034</u>	<u>3,324</u>	<u>3,324</u>
<b>Expenditures</b>						
Personnel	2,141	2,308	2,308	1,085	2,143	2,143
Supplies	194	247	247	1	247	247
Other Services	360	766	766	306	488	488
Capital Outlay	79	0	0	0	0	0
Transfer Out	1,028	1,100	1,100	392	1,100	1,100
Total Expenditures	<u>3,802</u>	<u>4,421</u>	<u>4,421</u>	<u>1,783</u>	<u>3,978</u>	<u>3,978</u>
Net Current Activity	(7)	(354)	(354)	251	(654)	(654)
Fund Balance, Beginning of Year	<u>844</u>	<u>837</u>	<u>837</u>	<u>837</u>	<u>837</u>	<u>837</u>
Fund Balance, End of Year	<u>\$ 837</u>	<u>\$ 483</u>	<u>\$ 483</u>	<u>1,088</u>	<u>\$ 183</u>	<u>\$ 183</u>



Building Inspection Special Revenue Fund  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Permits and Licenses	\$ 20,734	\$ 31,122	\$ 31,122	\$ 14,047	\$ 31,240	\$ 31,240
Charges for Services	4,910	5,563	5,563	3,522	5,670	5,670
Other	3,394	374	374	197	300	300
Interest Income	145	186	186	151	250	250
Total Revenues	<u>29,183</u>	<u>37,245</u>	<u>37,245</u>	<u>17,917</u>	<u>37,460</u>	<u>37,460</u>
<b>Expenditures</b>						
Personnel	25,710	24,655	28,041	12,344	24,975	24,975
Supplies	722	565	839	200	600	600
Other Services	4,408	13,452	8,121	1,796	5,339	5,339
Capital Outlay	660	589	1,740	330	1,743	1,743
Non-Capital Outlay	162	87	575	14	367	367
Total Expenditures	<u>31,662</u>	<u>39,348</u>	<u>39,316</u>	<u>14,684</u>	<u>33,024</u>	<u>33,024</u>
Net Current Activity	<u>(2,479)</u>	<u>(2,103)</u>	<u>(2,071)</u>	<u>3,233</u>	<u>4,436</u>	<u>4,436</u>
<b>Other financing sources (uses)</b>						
Operating Transfers Out	(733)	(938)	(970)	(853)	(938)	(938)
Total other financing sources (uses)	<u>(733)</u>	<u>(938)</u>	<u>(970)</u>	<u>(853)</u>	<u>(938)</u>	<u>(938)</u>
<b>Pension Bond Proceeds</b>	2,000	0	0	0	0	0
Net Current Activity	(3,212)	(3,041)	(3,041)	2,380	3,498	3,498
Fund Balance, Beginning of Year	<u>6,184</u>	<u>4,972</u>	<u>4,972</u>	<u>4,972</u>	<u>4,972</u>	<u>4,972</u>
Fund Balance, End of Year	<u>\$ 4,972</u>	<u>\$ 1,931</u>	<u>\$ 1,931</u>	<u>\$ 7,352</u>	<u>\$ 8,470</u>	<u>\$ 8,470</u>

Building Security Fund  
For the period ending December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Current Revenues	\$ 993	\$ 970	\$ 970	\$ 495	\$ 970	\$ 970
Total Revenues	<u>993</u>	<u>970</u>	<u>970</u>	<u>495</u>	<u>970</u>	<u>970</u>
<b>Expenditures</b>						
Personnel	786	978	978	434	879	879
Supplies	5	10	10	0	10	10
Other Services	105	155	155	64	155	155
Equipment	84	300	300	0	300	300
Total Expenditures	<u>980</u>	<u>1,443</u>	<u>1,443</u>	<u>498</u>	<u>1,344</u>	<u>1,344</u>
Net Current Activity	13	(473)	(473)	(3)	(374)	(374)
Fund Balance, Beginning of Year	<u>831</u>	<u>844</u>	<u>844</u>	<u>844</u>	<u>844</u>	<u>844</u>
Fund Balance, End of Year	<u>\$ 844</u>	<u>\$ 371</u>	<u>\$ 371</u>	<u>\$ 841</u>	<u>\$ 470</u>	<u>\$ 470</u>

Cable TV  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Current Revenues	\$ 1,973	\$ 1,243	\$ 1,243	\$ 710	\$ 1,450	\$ 1,450
Total Revenues	<u>1,973</u>	<u>1,243</u>	<u>1,243</u>	<u>710</u>	<u>1,450</u>	<u>1,450</u>
<b>Expenditures</b>						
Maintenance and Operations	1,820	1,764	1,881	627	1,881	1,881
Equipment	148	458	341	(12)	341	341
TOTAL EXPENDITURES	<u>1,968</u>	<u>2,222</u>	<u>2,222</u>	<u>615</u>	<u>2,222</u>	<u>2,222</u>
<b>Net Current Activity</b>	5	(979)	(979)	95	(772)	(772)
<b>FUND BALANCE, Beginning of Year</b>	<u>677</u>	<u>682</u>	<u>682</u>	<u>682</u>	<u>682</u>	<u>682</u>
<b>FUND BALANCE, End of Year</b>	<u>\$ 682</u>	<u>\$ (297)</u>	<u>\$ (297)</u>	<u>\$ 777</u>	<u>\$ (90)</u>	<u>\$ (90)</u>

Child Safety Fund  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Interest on Investments	\$ 48	\$ 45	\$ 45	63	\$ 95	\$ 95
Municipal Courts Collections	902	1,000	1,000	413	1,200	1,200
Harris County Collections	2,186	2,100	2,100	1,111	1,900	1,900
Total Revenues	<u>3,136</u>	<u>3,145</u>	<u>3,145</u>	<u>1,586</u>	<u>3,195</u>	<u>3,195</u>
<b>Expenditures</b>						
School Crossing Guard Program	3,145	3,142	3,142	0	3,142	3,142
Miscellaneous Parts and Supplies	3	3	3	0	3	3
Total Expenditures	<u>3,148</u>	<u>3,145</u>	<u>3,145</u>	<u>0</u>	<u>3,145</u>	<u>3,145</u>
<b>Net Current Activity</b>	(12)	0	0	1,586	50	50
<b>Fund Balance, Beginning of Year</b>	<u>2</u>	<u>(10)</u>	<u>(10)</u>	<u>(10)</u>	<u>(10)</u>	<u>(10)</u>
<b>Fund Balance, End of Year</b>	<u>\$ (10)</u>	<u>\$ (10)</u>	<u>\$ (10)</u>	<u>\$ 1,576</u>	<u>\$ 40</u>	<u>\$ 40</u>

Houston Emergency Center  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	FY2007 YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Current Revenues	\$ 15,227	\$ 20,178	\$ 20,178	\$ 8,362	\$ 20,178	\$ 20,178
Total Revenues	<u>15,227</u>	<u>20,178</u>	<u>20,178</u>	<u>8,362</u>	<u>20,178</u>	<u>20,178</u>
<b>Expenditures</b>						
Maintenance and Operations	15,596	21,177	21,177	8,538	21,177	21,177
Total Expenditures	<u>15,596</u>	<u>21,177</u>	<u>21,177</u>	<u>8,538</u>	<u>21,177</u>	<u>21,177</u>
Net Current Activity	(369)	(999)	(999)	(176)	(999)	(999)
<b>Pension Bond Proceeds</b>	1,000	0	0	0	0	0
Fund Balance, Beginning of Year	<u>0</u>	<u>631</u>	<u>631</u>	<u>631</u>	<u>631</u>	<u>631</u>
Fund Balance, End of Year	<u>\$ 631</u>	<u>\$ (368)</u>	<u>\$ (368)</u>	<u>\$ 455</u>	<u>\$ (368)</u>	<u>\$ (368)</u>

Houston Transtar Center  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	FY2007 YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Other Grant Awards	\$ 1,237	\$ 1,220	\$ 1,220	\$ 288	\$ 1,220	\$ 1,220
Other Service Charges	476	507	507	242	507	507
Misc. Revenue	2	1	1	0	1	1
Interest Income	11	10	10	3	10	10
Total Revenues	<u>1,726</u>	<u>1,738</u>	<u>1,738</u>	<u>533</u>	<u>1,738</u>	<u>1,738</u>
<b>Expenditures</b>						
Maintenance and Operations	1,620	1,887	1,887	695	1,829	1,829
Total Expenditures	<u>1,620</u>	<u>1,887</u>	<u>1,887</u>	<u>695</u>	<u>1,829</u>	<u>1,829</u>
Net Current Activity	106	(149)	(149)	(162)	(91)	(91)
Fund Balance, Beginning of Year	<u>133</u>	<u>239</u>	<u>239</u>	<u>239</u>	<u>239</u>	<u>239</u>
Fund Balance, End of Year	<u>\$ 239</u>	<u>\$ 90</u>	<u>\$ 90</u>	<u>\$ 77</u>	<u>\$ 148</u>	<u>\$ 148</u>

Parks Special Revenue Fund  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	FY2007		
				YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Concessions	\$ 1,496	\$ 1,491	\$ 1,491	\$ 772	\$ 1,491	\$ 1,491
FacilityAdmissions/User Fees	22	29	29	20	29	35
Program Fees	350	360	360	178	360	360
Rental of Property	1,336	1,387	1,387	628	1,387	1,387
Licenses and Permits	150	125	125	56	125	125
Interest Income	81	60	60	64	60	70
Golf and Tennis	2,966	2,933	2,933	1,519	2,933	2,933
Other	95	116	116	38	116	100
Total Revenues	<u>6,496</u>	<u>6,501</u>	<u>6,501</u>	<u>3,275</u>	<u>6,501</u>	<u>6,501</u>
<b>Expenditures</b>						
Personnel	4,041	4,321	4,321	2,092	4,321	4,321
Supplies	867	1,073	1,073	427	1,073	1,073
Other Services	971	1,167	1,167	497	1,167	1,167
Capital Outlay	0	222	222	124	219	219
Non-Capital Outlay	0	0	0	3	3	3
Total Expenditures	<u>5,879</u>	<u>6,783</u>	<u>6,783</u>	<u>3,143</u>	<u>6,783</u>	<u>6,783</u>
<b>Operating Transfers</b>						
Operating Transfers Out	(350)	0	0	0	0	0
Total Operating Transfers Out	<u>(350)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Current Activity	267	(282)	(282)	132	(282)	(282)
Fund Balance, Beginning of Year	<u>2,555</u>	<u>2,822</u>	<u>2,822</u>	<u>2,822</u>	<u>2,822</u>	<u>2,822</u>
Fund Balance, End of Year	\$ <u>2,822</u>	\$ <u>2,540</u>	\$ <u>2,540</u>	\$ <u>2,954</u>	\$ <u>2,540</u>	\$ <u>2,540</u>

Police Special Services Fund  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	FY2007				
		Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Police Fees	\$ 8,760	\$ 13,075	\$ 13,075	\$ 3,891	\$ 14,234	\$ 14,234
Interest Income	213	200	200	122	200	200
Other	(458)	1,567	1,567	18	408	408
Interfund Transfers	0	0	0	0	0	0
Total Revenues	<u>8,515</u>	<u>14,842</u>	<u>14,842</u>	<u>4,031</u>	<u>14,842</u>	<u>14,842</u>
<b>Expenditures</b>						
Personnel	4,843	6,919	6,919	450	6,919	6,919
Supplies	1,570	1,524	1,534	792	1,534	1,534
Other Services	2,928	7,191	7,191	1,126	5,691	5,691
Non-Capital Purchases	10	23	23	14	23	23
Capital Purchases	827	625	614	70	114	114
Interfund Transfers	0	0	0	0	0	0
Total Expenditures	<u>10,178</u>	<u>16,281</u>	<u>16,281</u>	<u>2,452</u>	<u>14,281</u>	<u>14,281</u>
<b>Pension Bond Proceeds</b>						
	5	0	0	0	0	0
Net Current Activity	(1,663)	(1,439)	(1,439)	1,580	561	561
Fund Balance, Beginning of Year	<u>4,533</u>	<u>2,875</u>	<u>2,875</u>	<u>2,875</u>	<u>2,875</u>	<u>2,875</u>
Fund Balance, End of Year	\$ <u>2,875</u>	\$ <u>1,436</u>	\$ <u>1,436</u>	\$ <u>4,455</u>	\$ <u>3,436</u>	\$ <u>3,436</u>

Sign Administration  
For the period ending December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	FY2007 YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Sign and Permit Fees	\$ 2,088	\$ 3,420	\$ 3,420	\$ 1,264	\$ 3,407	\$ 3,407
Interest Income	51	50	50	44	50	50
Miscellaneous	10	2	2	13	15	15
Total Revenues	<u>2,149</u>	<u>3,472</u>	<u>3,472</u>	<u>1,321</u>	<u>3,472</u>	<u>3,472</u>
<b>Expenditures</b>						
Maintenance and Operations	2,149	4,147	4,147	1,291	3,375	3,375
Total Expenditures	<u>2,149</u>	<u>4,147</u>	<u>4,147</u>	<u>1,291</u>	<u>3,375</u>	<u>3,375</u>
Net Current Activity	<u>0</u>	<u>(675)</u>	<u>(675)</u>	<u>30</u>	<u>97</u>	<u>97</u>
Fund Balance, Beginning of Year	<u>1,483</u>	<u>1,483</u>	<u>1,483</u>	<u>1,483</u>	<u>1,483</u>	<u>1,483</u>
Fund Balance, End of Year	<u>\$ 1,483</u>	<u>\$ 808</u>	<u>\$ 808</u>	<u>\$ 1,513</u>	<u>\$ 1,580</u>	<u>\$ 1,580</u>

Supplemental Environmental Protection  
For the period ended December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	FY2007 YTD	Controller's Projection	F&A Projection
<b>Revenues</b>						
Current Revenues	\$ 108	\$ 35	\$ 35	\$ 24	\$ 55	\$ 55
Total Revenues	<u>108</u>	<u>35</u>	<u>35</u>	<u>24</u>	<u>55</u>	<u>55</u>
<b>Expenditures</b>						
Supplies	10	50	50	(2)	50	50
Other Services	35	92	92	6	92	92
Non-Capital Purchases	36	0	31	(13)	0	0
Capital Purchases	0	114	83	17	114	114
Total Expenditures	<u>81</u>	<u>256</u>	<u>256</u>	<u>8</u>	<u>256</u>	<u>256</u>
Net Current Activity	<u>27</u>	<u>(221)</u>	<u>(221)</u>	<u>16</u>	<u>(201)</u>	<u>(201)</u>
Fund Balance, Beginning of Year	<u>524</u>	<u>551</u>	<u>551</u>	<u>551</u>	<u>551</u>	<u>551</u>
Fund Balance, End of Year	<u>\$ 551</u>	<u>\$ 330</u>	<u>\$ 330</u>	<u>\$ 567</u>	<u>\$ 350</u>	<u>\$ 350</u>

Technology Fee Fund  
For the period ending December 31, 2006  
(amounts expressed in thousands)

	Unaudited Preliminary FY2006	Adopted Budget	Current Budget	FY2007 YTD	Controller's Projection	F & A Projection
<b>Revenues</b>						
Current Revenues	\$ 1,700	\$ 1,450	\$ 1,450	\$ 739	\$ 1,450	\$ 1,450
Total Revenues	<u>1,700</u>	<u>1,450</u>	<u>1,450</u>	<u>739</u>	<u>1,450</u>	<u>1,450</u>
<b>Expenditures</b>						
Personnel	144	324	324	123	324	324
Other Services	1,589	810	810	217	954	954
Equipment	1,143	750	750	(16)	606	606
Debt Service	344	1,905	1,905	-	1,905	1,905
Total Expenditures	<u>3,220</u>	<u>3,789</u>	<u>3,789</u>	<u>324</u>	<u>3,789</u>	<u>3,789</u>
Net Current Activity	(1,520)	(2,339)	(2,339)	415	(2,339)	(2,339)
Fund Balance, Beginning of Year	<u>4,538</u>	<u>3,018</u>	<u>3,018</u>	<u>3,018</u>	<u>3,018</u>	<u>3,018</u>
Fund Balance, End of Year	<u>\$ 3,018</u>	<u>\$ 678</u>	<u>\$ 678</u>	<u>\$ 3,433</u>	<u>\$ 678</u>	<u>\$ 678</u>



**DECEMBER 2006**

**City of Houston, Texas**  
**Commercial Paper Issued and Available**  
**December 31, 2006**  
(amounts expressed in millions)

<b>COMMERCIAL PAPER</b>	<b>Draws FY07</b>	<b>Draws Month</b>	<b>Refunded FY07</b>	<b>Amount Available to be Drawn</b>	<b>Amount Outstanding</b>
<b>General Obligation</b>					
Voter Authorized 1997 Election					
Series A & B	\$ 11.80	\$ 0.00	\$ (142.20)	\$ 0.00	\$ 0.00
Voter Authorized 2001 Election					
Series D	50.00	0.00	0.00	185.00	315.00
Series G	0.00	0.00	0.00	115.00	0.00
Series E:					
Equipment	20.00	10.00	(34.90)	74.43	55.37
Metro Street Projects	20.00	10.00	(12.08)	59.80	30.21
Cotswold Project	0.00	0.00	(3.10)	0.91	0.00
West Eleventh Street Park	0.00	0.00	0.00	4.08	0.03
Friends of Libraries	0.00	0.00	0.00	0.20	0.00
Series F: Drainage	20.00	10.00	(60.80)	126.80	12.70
<b>Total General Obligation</b>	121.80	30.00	(253.08)	566.21	413.30
<b>Combined Utility System</b> (Series A )	125.00	25.00	(35.00)	583.20	316.80
<b>Airport System</b> (Series A,B, & C)	14.50	0.00	0.00	226.50	73.50
<b>Convention &amp; Entertainment</b> (Series A)	5.00	2.00	0.00	47.50	27.50
<b>Totals</b>	\$ 266.30	\$ 57.00	\$ (288.08)	\$ 1,423.41	\$ 831.10



City of Houston, Texas  
Summarized Construction/Bond Fund Status Report  
Estimated  
Estimated for the period ended December 31, 2006  
(amounts expressed in thousands)

Purpose	Available for Appropriation
<b>Dangerous Buildings</b>	
Total Dangerous Buildings Funds	\$ 375
<b>Equipment Acquisition</b>	
Total Equipment Acquisition Funds	19,767
<b>Public Improvement</b>	
Total Fire Department	8,328
Total Housing	5,998
Total General Improvement	17,479
Total Public Health and Welfare	3,437
Total Public Library	18,235
Total Parks and Recreation	6,451
Total Police Department	13,753
Total Solid Waste	7,296
Total Storm Sewer	353
Total Street & Bridge except Metro	109,636
Street & Bridge - Metro Projects	12,803
Total Public Improvement	203,768
<b>Airport</b>	
Total Airport	499,176
<b>Convention and Entertainment Facilities</b>	
Total Convention and Entertainment	33,830
<b>Combined Utility System</b>	
Total Combined Utility System - Any Purpose	208,299
Combined Utility System - Restricted Purposes	48,815
Total Combined Utility System	257,115
<b>Total All Purposes</b>	\$ 1,014,031

City of Houston, Texas  
Construction/Bond Fund Status Report  
Estimated for the period ended December 31, 2006  
(amounts expressed in thousands)

Fund No.	Fund No.	Fund Name	Original Amount ok	Cash/ Investments ZBD01	Draw down Available ZBD01	Net Resources Available ZBD01	Unexpended (a) Appropriation Calc	Available for Appropriation Estimated
<b>Equipment and Dangerous Buildings</b>								
1801D1	10F	Dangerous Building Demolition Series 2005C	3,500	0	0	0	0	0
1801D2	12W	Dangerous Building Demolition Series 2006C	3,500	106	0	106	0	106
1801	12A	Dangerous Bldg. Consolidations	n/a	3,454	n/a	3,458	3,190	269
Total Dangerous Building Funds			7,000	3,561	0	3,565	3,190	375
1800D1	12X	Equipment Acquisition Series E	129,795	21	74,430	337	0	337
1800	113	Equipment Acquisition Consolidated Fund	n/a	8,018	n/a	82,328	62,898	19,430
Total Equipment Acquisition Funds			129,795	8,038	74,430	82,664	62,898	19,767
<b>Public Improvement</b>								
4017	48A	Fire Dept. Emergency Alerting System	755	5,201	0	5,201	5,201	0
4801C	4DC	Fire Dept CP Series D	34,420	0	7,920	0	0	0
4803C	N/A	Fire Dept CP Series G	8,000	0	8,000	0	0	0
4500	413	Fire Bond Consolidated	n/a	1,913	n/a	17,583	9,255	8,328
Total Fire Department			43,175	7,114	15,920	22,784	14,456	8,328
4801P	4DK	Housing CP Series D	8,270	0	6,570	0	0	0
4803P	N/A	Housing CP Series G	4,500	0	4,500	0	0	0
4501	415	Housing Consolidated Fund	n/a	11	0	10,940	4,942	5,998
Total Housing			12,770	11	11,070	10,940	4,942	5,998
4801D	4DF	Perm. & Gen. Imprv. CP Series D	33,037	0	21,837	0	0	0
4803D	N/A	General Improvement CP Series G	12,500	0	12,500	0	0	0
4509	441	General Improvement Consolidated Fund	n/a	1,414	0	35,377	20,727	14,650
4023	49F	Certificates of Obligation Series 2001A (Cotswold)	12,200	1,777	0	1,777	846	931
4025	49J	MUD Series 2001A	9,235	3,201	0	3,201	2,301	900
4026	49K	Certificates of Obligation Series 2002A (Cotswold)	12,400	3,568	0	3,568	2,682	886
4028	49N	MUD PIBS Series 2003A-1	2,100	885	0	987	898	89
4029	49P	Cotswold Project Series E	905	84	905	989	965	24
Total General Improvement			82,377	10,928	35,242	45,899	28,420	17,479
4801H	4DH	Public Health CP Series D	9,295	0	7,595	0	0	0
4803H	N/A	Public Health CP Series G	2,000	0	2,000	0	0	0
4508	440	Public Health Consolidated Fund	n/a	718	0	10,102	6,665	3,437
Total Public Health & Welfare			11,295	718	9,595	10,102	6,665	3,437
4018	49A	Library Capital Projects Fund	3,256	1,802	0	1,802	0	1,802
4033	49V	Friends of Libraries Series E (06)	200	0	200	200	200	0
4801E	4DE	Public Library CP Series D	26,500	0	22,500	0	0	0
4803E	N/A	Public Library CP Series G	12,000	0	12,000	0	0	0
4507	439	Public Library Consolidated Fund	n/a	2,327	0	36,401	19,968	16,433
Total Public Library			41,956	4,129	34,700	38,403	20,168	18,235
4011	465	Parks Capital Project Fund	n/a	802	0	802	497	305
4012	491	Parks Special Fund	n/a	1,878	0	1,878	1,432	446
4031	49T	West Eleventh Street Park Fund Series E	4,100	(267)	4,075	4,075	4,075	0
4801F	4DB	Parks & Recreation CP Series D	63,100	3,000	7,100	0	0	0
4803F	N/A	Parks & Recreation CP Series G	3,500	0	3,500	0	0	0
4502	421	Parks Consolidated Fund	n/a	3,135	0	16,111	10,411	5,700
Total Parks and Recreation			70,700	8,548	14,675	22,866	16,415	6,451
4801G	4DA	Police CP Series D (05)	5,320	0	5,320	0	0	0
4803G	N/A	Police CP Series G (06)	10,000	0	10,000	0	0	0
4504	435	Police Consolidated Fund	n/a	3,922	0	18,515	4,762	13,753
Total Police Department			61,380	3,922	15,320	18,515	4,762	13,753
4001	233	Solid Waste Special Revenue Fund	n/a	340	0	340	0	340
4801L	4DD	Solid Waste Mgt. CP Series D (04-05)	2,978	0	2,478	0	0	0
4803L	N/A	Solid Waste Mgt. CP Series G (06)	5,500	0	5,500	0	0	0
4503	427	Solid Waste Consolidated Fund	n/a	183	0	8,119	1,163	6,956
Total Solid Waste			8,478	523	7,978	8,459	1,163	7,296
4801R	4DJ	Storm Sewer CP Series D	61,800	0	3,150	0	0	0
4505	436	Storm Sewer Consolidated Fund	n/a	3,383	0	4,973	4,823	150
4030	49R	Series F Drainage Improvement Commercial Paper	139,500	10,145	126,800	136,832	136,753	79
4024	49G	Series C Commercial Paper Storm & Overlay Fund	19,100	2,886	0	2,881	2,757	124
Total Storm Sewer			220,400	16,414	129,950	144,686	144,333	353

City of Houston, Texas  
Construction/Bond Fund Status Report  
Estimated for the period ended December 31, 2006  
(amounts expressed in thousands)

Fund No.	Fund No.	Fund Name	Original Amount ok	Cash/ Investments ZBD01	Draw down Available ZBD01	Net Resources Available ZBD01	Unexpended (a) Appropriation Calc	Available for Appropriation Estimated
4801N	4DG	St., Bridges & Traf. CP Series D	248,280	3,000	93,530	0	0	0
4803N	N/A	St., Bridges & Traf. CP Series G	57,000	0	57,000	0	0	0
4506	437	Street & Bridge Consolidated Fund	n/a	6,772	0	159,067	91,488	67,579
4006	405	Street & Bridge Construction Fund	62,695	6,364	0	7,433	7,433	0
4034	na	Limited Use Roadway & Mobility Capital Fund	26,000	26,413	0	26,413	1,074	25,339
2304	na	Mobility Response Team	10,000	10,119	0	10,119	1,689	8,430
4010	419	MTA Construction Fund	n/a	1,942	0	1,942	654	1,288
4801S	49S	St.,Bridges Utility Relocation Set-Aside	7,000	0	7,000	7,000	0	7,000
		Total Street and Bridge without Metro	410,975	54,608	157,530	211,973	102,338	109,636
4027	49M	Metro Street Fund Series E (04)	90,000	8,267	59,791	80,553	67,750	12,803
		Total Public Improvement	1,053,506	115,182	491,770	615,181	411,413	203,768
<b>Airport</b>								
8201A1	54C	Airport System Construction 2002A (AMT)	129,120	4,933	0	93	0	93
8201	548	Airport System Consolidated 2001 (AMT)	200,000	6,256	n/a	10,048	4,889	5,159
		Sub-Total	329,120	11,188	0	10,141	4,889	5,252
8202A2	54D	Airport System 2002B (Non-AMT) Const.	213,347	8,304	0	34	0	34
8202A1	54B	Airport System Commercial Paper 2001 (Non-AMT)	n/a	18	0	0	0	0
8202	549	Airport System Consolidated 2001 (Non-AMT)	100,000	1,519	8,288	9,652	3,589	6,063
		Sub-Total	313,347	9,841	8,288	9,686	3,589	6,097
8200A2	540	Airport System RevBd 2000A (AMT)	327,225	8,582	0	160	0	160
8200	530	Airport System Consolidated Const 2000 (AMT)	n/a	1,351	8,422	8,971	4,374	4,597
		Sub-Total	327,225	9,933	8,422	9,132	0	4,757
8203A1	54F	Airport System Commercial Paper 2004 (AMT)	200,000	10	163,500	0	0	0
8203	550	Airport System Consolidated Const. 2004 (AMT)	n/a	1,615	0	162,419	45,390	117,029
		Sub-Total	200,000	1,624	163,500	162,420	45,390	117,029
8204A1	54G	Airport System Commercial Paper 2004 (Non-AMT)	100,000	9,776	63,000	6	0	6
8204	552	Airport System Consolidated Const. 2004 (Non-AMT)	n/a	1,680	0	61,787	7,614	54,173
		Sub-Total	100,000	11,456	63,000	61,793	7,614	54,179
		Total Airport Consolidated Funds	1,269,692	44,043	243,210	253,171	61,482	187,314
8006	535	Airport System Rev Bd fund - 1998B (AMT)	395,643	12,303	0	10,194	10,194	0
8007	536	Airport System Rev Bd fund - 1998C (Non-AMT)	99,028	148	0	98	6	92
8008	538	Airport System RevBd 2000B (Non-AMT) Const.	269,240	7,114	0	6,416	5,662	754
8010	553	Airport System R & R Fund	n/a	12,903	0	12,886	12	12,874
8011	561	Airport System Improvement Fund	n/a	362,220	0	357,451	59,309	298,142
		Total Other Funds	763,911	394,688	0	387,045	75,183	311,862
		Total Airport	2,033,603	438,731	243,210	640,216	136,665	499,176
<b>Convention &amp; Entertainment Facilities</b>								
8800A1	651	GRB Construction Fund Ser. 2001A&B	137,516	90	0	90	0	90
8800	650	GRB Consolidated Construction Fund	n/a	2,316	n/a	1,847	1,847	0
		Total GRB Construction Funds	137,516	2,406	0	1,937	1,847	90
8614	626	Convention & Ent. Comm. Paper-Ser A - 2003	53,500	0	31,000	31,000	0	31,000
8632	628	Convention & Ent. Underground Parking	21,500	2,939	16,500	19,036	19,467	0
8603	605	Theater District R&R	n/a	158	0	158	0	158
8611	618	C & E Construction Fund	n/a	4,495	0	4,389	1,807	2,582
		Total Civic Center	212,516	9,998	47,500	56,520	23,121	33,830
<b>Combined Utility System - Unrestricted</b>								
8500A2	734	Water & Sewer TWDB Available Funds	n/a	0	0	6	0	6
8500A1	75C	Combined Utility System CP Fund	898,000	136	581,200	826	0	826
8500	755	W&S Consolidated Construction	n/a	31,643	0	734,320	526,852	207,468
		Total Combined Utility System Consolidated Fun	898,000	31,779	581,200	735,151	526,852	208,299
<b>Restricted Bond and Capital Money</b>								
8502	704	Water & Sewer Utility Relocation Set-Aside	2,000	0	2,000	2,000	0	2,000
8319	733	Water Contributed Capital Fund	n/a	51,224	0	46,400	14,460	31,940
8327	742	Sewer Reg Cap Recovery Fd	n/a	5,035	0	5,035	0	5,035
8339	951	Water & Sewer Bond Project Trust Account 04 A1	84,385	7,280	0	2,528	0	2,528
8340	952	Water & Sewer Bond Project Trust Account 04 A2	96,705	58,095	0	1,633	0	1,633
8374	na	Water & Sewer TWDB Bond Trust Account 2006	61,545	29,895	0	6,117	1,765	4,352
8375	na	Water & Sewer TWDB Bond Trust Account 2006A	69,595	54,280	0	1,327	0	1,327
		Total Restricted TWDB and Other	314,230	205,808	2,000	65,040	16,225	48,815
		Total Combined Utility System	1,212,230	237,587	583,200	800,192	543,077	257,115
		Total All Funds	\$ 4,648,650	\$ 813,098	\$ 1,440,110	\$ 2,198,338	\$ 1,180,364	\$ 1,014,031

(a) Net Resources Available is equal to Current Assets less Current Liabilities.

(b) Negative balances have been cleared since report ran.

City of Houston, Texas  
Estimated  
Commercial Paper (CP) Notes Status Report  
For the period ended December 31, 2006  
(amounts expressed in thousands)

Fund No.	Fund Name	Authorized Amount	CP Notes Issued	Authorized but Unissued	Available for Appropriation	Combined Available for Appropriation
<b>General Obligation</b>						
4801G	Police & Law CP Series D (05)	5,320	0	5,320	13,753	13,753
4803G	Police & Law CP Series G (06)	10,000	0	10,000	0	0
4801F	Parks & Recreation CP Series D	63,100	56,000	7,100	5,700	5,700
4801F	Parks & Recreation CP Series G	3,500	0	3,500	0	0
4031	West Eleventh Street Park Fund Series E	4,100	25	4,075	4,075	0
4801C	Fire Dept CP Series D (04)	34,420	26,500	7,920	8,328	8,328
4803C	Fire Dept CP Series D (04)	8,000	0	8,000	0	0
4801L	Solid Waste Mgt. CP Series D (04-05)	2,978	500	2,478	6,956	6,956
4803L	Solid Waste Mgt. CP Series G (06)	5,500	0	5,500	0	0
4033	Friends of Libraries Series E	200	0	200	0	0
4801E	Public Library CP Series D	26,500	4,000	22,500	16,433	16,433
4803E	Public Library CP Series G	12,000	0	12,000	0	0
4801D	Perm. & Gen. Imprv. CP Series D	33,037	11,200	21,837	14,650	14,650
4803D	General Improvement CP Series G	12,500	0	12,500	931	931
4801N	St., Bridges & Traf. CP Series D	248,280	154,750	93,530	67,579	67,579
4803N	St., Bridges & Traf. CP Series G	57,000	0	57,000	0	0
4801S	St. Utility Relocation Set-Aside Series D	7,000	0	7,000	7,000	7,000
4027	Metro Street Projects, Series E	90,000	30,209	59,791	12,803	12,803
4801H	Public Health CP Series D	9,295	1,700	7,595	3,437	3,437
4803H	Public Health CP Series G	2,000	0	2,000	0	0
4801R	Storm Sewer CP Series D (03)	61,800	58,650	3,150	150	150
4030	Drainage Projects Series F	139,500	12,700	126,800	79	79
4801P	Housing CP Series D	8,270	1,700	6,570	5,998	5,998
4803P	Housing CP Series G	4,500	0	4,500	0	0
1800D1	Equipment Acquisition, Series E	129,795	55,365	74,430	19,430	19,430
4029	Cotswald Project Series E	905	0	905	24	24
Total General Obligation CP Notes		979,500	413,300	566,200	187,325	183,250
<b>Airport</b>						
8203A1	Airport System 2004 (AMT)	200,000	36,500	163,500	117,029	117,029
8204A1	Airport System 2004 (Non-AMT)	100,000	37,000	63,000	54,173	54,173
		300,000	73,500	226,500	171,202	171,202
<b>Convention and Entertainment</b>						
8614	Equipment Acquisition, C&E	53,500	22,500	31,000	31,000	31,000
8632	Convention & Ent. Underground Parking	21,500	5,000	16,500	0	0
		75,000	27,500	47,500	31,000	31,000
<b>Combined Utility System</b>						
8500A1	Combined Utility System CP	898,000	316,800	581,200	207,468	207,468
8502	Water & Sewer Utility Relocation Set-Aside	2,000	0	2,000	2,000	2,000
		900,000	316,800	583,200	209,468	209,468
Total All Commercial Paper		\$ 2,254,500	\$ 831,100	\$ 1,423,400	\$ 596,995	\$ 592,920

**City of Houston, Texas**  
**Total Outstanding Debt**  
**December 31, 2006 and December 31, 2005**  
**(amounts expressed in thousands)**

	December 31, 2006	December 31, 2005
<b>Payable from Ad Valorem Taxes</b>		
Public Improvement Bonds (a)	\$ 1,884,440	\$ 1,750,285
GO Commercial Paper Notes (b)	413,300	427,300
Pension Obligations	452,133	373,868
Certificates of Obligations (c)	83,340	83,308
Assumed Bonds	0	11,180
Subtotal	<u>2,833,213</u>	<u>2,645,941</u>
<b>Payable from Sources Other Than Ad Valorem Taxes</b>		
Combined Utility System		
Combined Utility System Revenue Bonds	3,547,080	3,424,940
Combined Utility System Commercial Paper Notes (d)	316,800	115,000
Water and Sewer System Revenue Bonds (e)	953,261	958,063
Airport System		
Airport System Revenue Bonds	2,119,770	2,148,055
Airport System Sr. Lien Commercial Paper Notes (f)	73,500	48,500
Airport System Inferior Lien Contracts (g)	53,360	56,810
Airport Special Facilities Revenue Bonds (h)	592,650	594,380
Hotel Occupancy Tax and Civic Parking		
Facilities Revenue Bonds (i)	624,222	625,997
Hotel Occupancy Tax Commercial Paper (j)	27,500	22,500
Contract Revenue Obligations - CWA, HAWC, TRA	335,010	357,765
Subtotal	<u>8,643,153</u>	<u>8,352,010</u>
<b>Total Debt Payable by the City</b>	<u><u>\$ 11,476,366</u></u>	<u><u>\$ 10,997,951</u></u>

- (a) In November 2001 the voters authorized \$776 million in tax bonds, including \$300 million authorized as commercial paper but not yet drawn (Series D and G) and \$161 million not yet authorized as commercial paper.
- (b) The City has authorized maximum issuance of General Obligation Commercial Paper Programs Series D: \$500 million, E: \$225 million, F: \$139.5 million, and G: \$115 million. As of the date above, these amounts were outstanding: Series D: \$315 million, E: \$85.6 million, F: \$12.7 million, and G: \$0.
- (c) Includes \$2.0 million accreted value of capital appreciation certificates at this date and \$1.6 million last year.
- (d) The City has authorized issuance of \$900 million Combined Utility System Commercial Paper Notes.
- (e) Includes \$170.0 million accreted value of capital appreciation bonds at this date and \$158.2 million last year.
- (f) City Council has authorized \$150 million Airport Senior Lien Commercial Paper Notes Series A and B and \$150 million Inferior Lien Commercial Paper Notes Series C.
- (g) Under a sublease agreement, the City has agreed to make sublease payments that include the debt service payments on the Series 1997A Special Facilities Bonds that financed the Automated People Mover ("APM") at George Bush Airport. These sublease payments constitute Inferior Lien Obligations under the Airport bond ordinances.
- (h) All Special Facility Revenue Bonds are secured solely from Special Facility Lease Revenues. Does not include \$53,360,000 for Series 1997A Special Facilities Bonds. See footnote (g).
- (i) Includes \$44.9 million accreted value of capital appreciation bonds at this date and \$31.9 million last year.
- (j) The City has authorized \$75 million Subordinate Lien Hotel Occupancy Tax and Parking Revenue Commercial Paper.

**FY2007 FULL TIME EQUIVALENT (FTE) REPORT**  
**(1 FTE Equals 2,088 Hours per year)**

	FY2006 Actual	FY2007 Budget	FY2007 December	FY2007 (1) YTD AVG.	Overtime FY2006 Actual	Overtime FY2007 Budget	Overtime (1) FY2007 YTD
<b>ENTERPRISE FUNDS</b>							
Aviation							
Convention and Entertainment Facilities	1,492.6	1,632.7	1,582.1	1,556.8	77.0	67.1	72.7
Public Works and Engineering	102.9	112.4	113.8	110.0	6.4	2.9	5.3
	2,021.3	2,264.5	2,132.8	2,116.7	137.3	116.3	111.8
<b>TOTAL ENTERPRISE FUNDS</b>	<b>3,616.8</b>	<b>4,009.6</b>	<b>3,828.6</b>	<b>3,783.5</b>	<b>220.7</b>	<b>186.3</b>	<b>189.9</b>
<b>GENERAL FUND MUNICIPAL</b>							
<b>GENERAL FUND MUNICIPAL</b>							
Building Services							
City Secretary	203.2	226.0	217.9	222.9	8.1	6.0	7.9
Controller's Office	12.1	13.6	12.0	12.1	0.0	0.0	0.0
Convention and Entertainment Facilities	68.6	73.9	72.7	71.1	2.1	0.0	1.0
Council Office	62.5	64.4	55.4	54.9	0.5	0.3	0.2
Finance & Administration	71.3	76.2	64.2	68.1	0.0	0.0	0.0
Fire Department	300.9	328.9	307.5	304.5	2.9	1.3	1.7
Health & Human Services	279.4	292.2	279.0	277.5	9.3	10.9	10.8
Human Resources	780.3	729.4	705.2	753.9	17.6	8.7	14.9
Information Technology	38.2	42.9	36.7	38.4	0.0	0.0	0.0
Legal	126.3	144.2	129.4	126.5	0.9	0.5	0.4
Library	144.0	161.1	146.0	144.3	0.0	0.0	0.0
Mayor's Affirmative Action	469.9	526.9	479.1	480.8	3.2	3.9	2.8
Mayor's Office	25.7	31.1	25.0	25.5	0.0	0.0	0.0
Municipal Courts - Administration	48.8	39.0	43.9	42.4	0.0	0.0	0.0
Municipal Courts - Justice	321.8	273.0	291.6	301.0	21.9	0.9	2.5
Parks & Recreation	45.3	48.9	47.3	46.6	0.0	0.0	0.0
Planning & Development	763.0	910.8	781.5	791.0	9.8	9.6	10.9
Police Department	99.3	105.5	98.4	93.7	0.3	0.0	0.0
Public Works and Engineering	1,106.5	1,147.4	1,196.1	1,157.9	66.6	2.6	59.5
Solid Waste Management	497.8	545.1	506.4	499.1	42.1	33.4	39.5
	525.8	535.5	527.9	527.7	50.6	44.7	33.1
<b>SUBTOTAL MUNICIPAL</b>	<b>5,990.7</b>	<b>6,316.0</b>	<b>6,022.9</b>	<b>6,039.8</b>	<b>235.9</b>	<b>122.8</b>	<b>185.2</b>
<b>GENERAL FUND CADETS</b>							
Fire Department	38.5	235.5	74.8	64.2	0.0	0.0	0.0
Police Department	81.8	230.5	173.1	144.8	0.0	0.0	0.0
<b>SUBTOTAL CADETS</b>	<b>120.3</b>	<b>466.0</b>	<b>247.8</b>	<b>209.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**FY2007 FULL TIME EQUIVALENT (FTE) REPORT**  
(1 FTE Equals 2.088 Hours per year)

	FY2006 Actual	FY2007 Budget	FY2007 December	FY2007 (1) YTD AVG.	Overtime FY2006 Actual	Overtime FY2007 Budget	Overtime (1) FY2007 YTD
<b>GENERAL FUND CLASSIFIED</b>							
Fire Department	3,807.7	3,626.9	3,738.6	3,750.3	363.7	315.8	467.0
Police Department	4,733.5	4,795.4	4,743.4	4,740.9	453.9(2)	96.6	612.9(2)
<b>SUBTOTAL CLASSIFIED</b>	<b>8,541.2</b>	<b>8,422.3</b>	<b>8,481.9</b>	<b>8,491.2</b>	<b>817.6</b>	<b>412.4</b>	<b>1,079.8</b>
<b>TOTAL GENERAL FUND</b>	<b>14,652.2</b>	<b>15,204.3</b>	<b>14,752.6</b>	<b>14,740.0</b>	<b>1,053.5</b>	<b>535.2</b>	<b>1,265.0</b>
<b>GRANTS &amp; SPECIAL FUNDS</b>							
Building Services	50.7	62.0	61.7	54.1	1.7	1.4	0.4
Finance & Administration	11.0	9.0	6.0	6.0	0.0	0.0	0.0
Health & Human Services	360.5	0.0	458.4	386.2	6.9	0.0	8.5
Housing & Community Development	115.7	0.0	140.1	136.1	0.6	0.0	0.1
Houston Emergency Center	218.5	270.0	234.8	236.4	0.0	26.2	13.0
Human Resources	69.6	81.2	73.8	73.5	0.0	0.0	0.0
Information Technology	28.6	2.0	22.0	29.1	0.0	0.0	0.0
Legal	44.6	37.0	42.5	44.2	0.0	0.0	0.0
Library	4.4	0.0	0.0	1.9	0.0	0.0	0.0
Mayor's Office	9.0	9.0	22.9	22.2	0.0	0.0	0.0
Municipal Courts	0.0	28.0	22.1	22.3	21.4	0.2	0.2
Parks & Recreation	100.3	116.0	99.7	101.9	0.0	0.1	0.0
Police Department - Classified	19.1	34.0 (3)	19.0	19.0	5.7	0.0	6.7
Police Department - Municipal(3)	64.1	32.2	36.4	59.9	2.9	114.3	2.1
Public Works and Engineering	1,210.1	1,331.7	1,233.8	1,219.4	4.6	0.9	4.2
<b>TOTAL GRANTS &amp; SPECIAL FUNDS</b>	<b>2,306.2</b>	<b>2,012.1</b>	<b>2,473.2</b>	<b>2,412.2</b>	<b>80.2</b>	<b>78.0</b>	<b>84.6</b>
<b>CITY-WIDE TOTAL</b>	<b>20,575.2</b>	<b>21,226.0</b>	<b>21,054.4</b>	<b>20,935.6</b>	<b>1,398.2</b>	<b>942.6</b>	<b>1,574.6</b>

(1) YTD begins 7/01/2006 and ends 12/31/2006.

(2) Includes overtime hours from the Asset Forfeiture and Police Special Funds and Grants.

(3) FY2007 Budget does not include Grant FTEs.

## CITY OF HOUSTON

# PENSION FUND PAYMENTS AND UNFUNDED LIABILITY SUMMARY

12/31/2006

## PAYMENTS

	FY06 Actual (\$1,000)	FY 07			
		City Payment Rate	Employee Payment Rate	Annual Payment (\$1,000)	Year to Date (\$1,000)
Firefighters Plan					
General Fd. & Other Fds.	48,738	23.8%	9.00%	50,897	27,238
Pension Bonds	0			0	0
Total Firefighters Plan	48,738			50,897	27,238
Police Plan					
General Fd. & Other Fds.	23,000	Note 1	9.00% / 10.25%	28,000	26,199
Pension Bonds	30,000			30,000	0
Total Police Plan	53,000			58,000	26,199
Municipal Plan					
General Fund	4,934	Note 2	5.00%	2,849	2,690
Other Funds	31,066	Note 2	5.00%	36,151	34,130
Pension Bonds	33,000			33,000	0
Total Municipal Plan (Note 2)	69,000			72,000	36,820
Total All Three Plans	170,738			180,897	90,257

## UNFUNDED ACCRUED LIABILITY AND FUNDED STATUS

	Date of Most Recent Valuation or Estimate	Unfunded Accrued Liability (\$ millions)	Assets as % of Liabilities
Firefighters Plan	7/1/2005	341.9	86%
Police Plan	7/1/2004	873.2	74%
Municipal Plan	7/1/2005	947.6	65%

Note 1: City contribution based on Meet and Confer Agreement with Houston Police Officers Pension System  
(Agreement Between Houston Police Officers' Pension System and City of Houston,  
Article II - Change in Member Contributions, September 18, 2004.)

Note 2: City contribution based on Meet and Confer Agreement with Houston Municipal Employees Pension System.



**CITY OF HOUSTON PERFORMANCE REPORT**  
**FOR THE MONTH ENDING December 31, 2006 (50% OF FISCAL YEAR)**

Department Performance Measure	FY2006			FY2007		
	Actual	YTD	% Actual	Objective	YTD	% Objective
AFFIRMATIVE ACTION						
Applications Processed	1,536	787	51.2%	1,500	618	41.2%
Days to Process New Applicants	24	26	108.3%	30	17	174.8%
Field Audits	1,119	625	55.9%	1,500	474	31.6%
Payrolls Audited	6,683	3,098	46.4%	10,000	4,698	47.0%
SBE/MWDBE Owners Trained	6,527	1,664	25.5%	4,220	1,796	42.6%
City Employees Trained	3,971	1,403	35.3%	3,000	1,950	65.0%
MOPD Citizens Assistance Request	4,864	2,464	50.7%	3,000	2,575	85.8%
OSBC Getting Started Packets Distributed	7,551	3,386	44.8%	7,500	4,213	56.2%
MWBE Monitoring Correspondence	221,023	93,510	42.3%	125,000	136,648	109.3%
AVIATION						
Passenger Enplanements	45,454,000	24,406,000	53.7%	51,152,000	21,356,000	41.8%
Cargo Tonnage	713,920,000	375,496,000	52.6%	793,251,000	337,973,000	42.6%
Cost per Enplanement	\$8.24	\$8.25	100.1%	< \$8.40	\$7.80	92.9%
Non-Airline Revenue/Enplaned Passenger (\$)	N/A New Performance Measure for FY07			>\$4.55	\$4.76	N/A
Maintain fleet in service ratio of 99%	N/A New Performance Measure for FY07			99%	99%	100.0%
BUILDING SERVICES						
Design & Construction						
Days to Issue Notice to Proceeds (NTP)	30.0	30.0	100.0%	30	30.0	100.0%
Property Mgmt. (Work Orders Compl.)	28,109	11,084	39.4%	32,000	21,060	65.8%
Security Management						
Number of Reported Incidents						
Investigated upon Receipts	756	347	45.9%	500	371	74.2%
CONVENTION & ENTERTAINMENT FACILITIES						
Days Booked-GRB Convention Center	2,574	1,469	57.1%	2,508	730	29.1%
Days Booked-Wortham Theatre Center	491	235	47.9%	525	274	52.2%
Days Booked-Jones Hall	315	189	60.0%	300	178	59.3%
Occupancy Days-GRB Convention Center	1,931	698	36.1%	2,000	1,112	55.6%
Occupancy Days-Wortham Theatre Center	527	208	39.5%	521	270	51.8%
Occupancy Days-Jones Hall	239	110	46.0%	247	118	47.8%
Occupancy Days-Theatre District Parks Hall	151	85	56.3%	153	70	45.8%
Customer Satisfaction (Periodic)-GRB Convention Center	88.6%	89.8%	101.4%	98.0%	92.0%	93.9%
Customer Satisfaction (Periodic)-Wortham Theatre Center	92.8%	90.6%	97.6%	94.0%	95.7%	101.8%
Customer Satisfaction (Periodic)-Jones Hall	97.9%	97.5%	99.6%	95.0%	100.0%	105.3%
Customer Satisfaction (Periodic)-Houston Center	N/A	N/A	N/A	N/A	N/A	N/A
Customer Satisfaction (Periodic)- Fannin Garage	46.0%	46.0%	N/A	N/A	N/A	N/A
Customer Satisfaction (Periodic)-Theater District Parking	N/A	N/A	N/A	73.0%	N/A	N/A
FINANCE & ADMINISTRATION						
Avg Days to Award Procurement Contracts	113	98	NA	130	84.08	N/A
3-1-1 Avg Time Customer in Queue (seconds)	86.79	59.93	NA	30.00		N/A
Liens Collections	\$4,032,409	\$1,923,493	47.7%	\$2,700,000	\$1,926,439	71.3%
Ambulance Revenue per Transport	\$169.48	\$193.72	114.3%	\$200.00	\$195.03	97.5%
Cable Company Complaints	1,819	1,480	81.4%	1,182	295	25.0%
Deferred Compensation Participation	70.78%	71.98%	NA	75.00%	68.94%	N/A
Audits Completed	12	5	41.7%	24	5	20.8%

**CITY OF HOUSTON PERFORMANCE REPORT**  
**FOR THE MONTH ENDING December 31, 2006 (50% OF FISCAL YEAR)**

Department Performance Measure	FY2006			FY2007		
	Actual	YTD	% Actual	Objective	YTD	% Objective
<b>FIRE DEPARTMENT</b>						
First Response Time (Minutes)	8.1	8.4	N/A	7.3	8.0	N/A
First Response Time-EMS (Minutes)	9.0	8.7	N/A	9.7	8.4	N/A
Ambulance Response Time (Minutes)	10.4	10.6	N/A	10.0	10.4	N/A
<b>HEALTH &amp; HUMAN SERVICES</b>						
Environmental Inspections	69,702	22,702	32.6%	102,600	45,943	44.8%
First Trimester Prenatal Enrollment	45.4%	38.0%	N/A	42.0%	33.0%	N/A
WIC Client Satisfaction	95.0%	86.6%	N/A	95.0%	92.5%	N/A
Immunization Compliance (2 Yr. Olds)	88.0%	65.5%	N/A	87.0%	76.6%	N/A
TB Therapy Completed	92.1%	93.7%	N/A	90.0%	89.1%	N/A
<b>HOUSING</b>						
Housing Units Assisted	4,396	2,240	51.0%	1,610	530	32.9%
Council Actions on HUD Projects	142	60	42.3%	155	61	39.4%
Annual Spending (Millions)	\$53	\$58	109.4%	\$59	\$4	6.8%
<b>HUMAN RESOURCES</b>						
Total Jobs Filled - (As Vacancies Occur)		101				
Days to Fill Jobs	5,197	2,240	43.1%	5,000	2,330	46.6%
Training Courses Conducted	60	60	100.0%	60	60	100.0%
Lost Time Injuries (As They Occur)	136	58	42.6%	135	15	11.1%
	343	101	29.4%	362	77	21.3%
<b>LEGAL</b>						
Deed Restriction Complaints Received	834	342	41.0%	938	351	37.4%
Deed Restriction Lawsuits Filed	38	30	78.9%	38	20	52.6%
Deed Restriction Warning Letters Sent	423	211	49.9%	572	167	29.2%
<b>LIBRARY</b>						
Total Circulation	5,848,144	2,935,281	50.2%	5,085,000	2,846,475	56.0%
Juvenile Circulation	2,711,437	1,409,438	52.0%	2,539,000	1,509,500	59.5%
Customer Satisfaction(Three/Year)	88%	82%	N/A	90%	N/A	N/A
Reference Questions Answered	3,938,112	1,623,640	41.2%	2,036,000	415,121	20.4%
In-House Computer Users	1,260,298	665,184	52.8%	931,000	419,712	45.1%
Public Computer Training Classes Held	951	393	41.3%	750	601	80.1%
Public Computer Training Attendance	7,871	4,042	51.4%	5,400	4,218	78.1%
<b>MUNICIPAL COURTS</b>						
Total Case Filings	1,266,843	529,400	41.8%	1,074,573	612,551	57.0%
Total Dispositions	999,642	411,941	41.2%	956,194	480,080	50.2%
Cost per Disposition	\$16.56	\$20.39	N/A	\$14.65	\$15.13	N/A
Incomplete Docket Reduction (Cases/Day)	14.00	22.00	N/A	14	2.68	N/A
<b>PARKS &amp; RECREATION</b>						
Registrants in Youth Sports Programs	20,891	7,608	36.4%	20,100	10,901	54.2%
Registrants in Adult Fitness & Craft Programs	4,358	2,057	47.2%	7,500	2,131	28.4%
Number of Teams in Adult Sports Programs	1,087	391	36.0%	1,400	454	32.4%
Golf Rounds Played at Privatized Courses	87,559	39,603	45.2%	93,500	36,631	39.2%
Golf Rounds Played at COH - Operated Courses	173,366	82,465	47.6%	182,750	78,076	42.7%
Work Orders Completed-Parks and Comm. Ctr Facilities	20,481	10,248	50.0%	25,000	10,380	41.5%
<b>Vehicle Downtime-Days out of Service (avg):</b>						
Light Duty	N/A	N/A	NA	14	14	N/A
Tractors	N/A	N/A	NA	14	30	N/A
Small/Heavy Equipment	N/A	N/A	NA	14	48	N/A
Mower	N/A	N/A	NA	7	23	N/A
Parts	N/A	N/A	NA	5	11	N/A
Kelly	N/A	N/A	NA	10	10	N/A
<b>Grounds Maintenance Cycle-Days:</b>						
Esplanades	13	9	NA	14	9	
Parks & Plazas	12	9	NA	10	8	N/A
Bikes & Hikes Trails	12	7	NA	14	7	N/A

**CITY OF HOUSTON PERFORMANCE REPORT**  
**FOR THE MONTH ENDING December 31, 2006 (50% OF FISCAL YEAR)**

Department Performance Measure	FY2006			FY2007		
	Actual	YTD	% Actual	Objective	YTD	% Objective
<b>PLANNING &amp; DEVELOPMENT</b>						
Development Plats	1,284	622	48.4%	1,300	592	45.5%
Plats Recorded	1,432	755	52.7%	1,858	821	44.2%
Subdivision Plats Reviewed	4,845	2,197	45.3%	3,252	2,246	69.1%
Develop Houston Hope Plans	N/A		0.0%	6		0.0%
Houston Hope Committee Meetings	N/A		0.0%	10		0.0%
<b>HOUSTON POLICE</b>						
Response Time (Code 1)-Minutes	4.9	5.0	102.0%	4.9	4.9	100.0%
Violent Crime Clearance Rate	24.4%	22.2%	91.0%	38.8%	25.1%	64.7%
Crime Lab Cases Completed	72.4%	67.2%	92.8%	90.0%	38.2%	42.4%
Fleet Availability	95.0%	96.0%	101.1%	90.0%	95.0%	105.6%
Complaints - Total Cases *	118	55	46.6%	878	6	0.7%
Tot. Cases Reviewed by Citizens Rev. Com.	137	69	50.4%	564	58	10.3%
Records Processed	372,109	422,094	113.4%	663,276	226,844	34.2%
<b>PUBLIC WORKS AND ENGINEERING</b>						
<b>Maintenance and Right-of-Way</b>						
Asphalt For Potholes/Skin Patches (Tons)	16,104	8,321	51.7%	16,000	8,098	50.6%
Roadside Ditch Regrading/Cleaned (Miles)	316	160	50.6%	345	159	46.0%
Storm Sewers Cleaned (Miles)	386	160	41.3%	350	136	38.9%
Storm Sewer Inlets/Manholes Cleaned/Inspected	140,428	69,690	49.6%	130,900	64,658	49.4%
In-House Overlay (Lane Miles)	281	179	63.7%	280	125	44.8%
<b>ECRE</b>						
Storm/Street Annual Appropriation as of % of CIP	104.8%	32.6%	31.1%	100.0%	11.2%	11.2%
Waste/Wastewater Annual Appropriation as of % of CIP	101.2%	20.0%	19.8%	100.0%	16.5%	16.5%
Safe Sidewalk Program - PAR -% completed in 180 days	N/A	0	0.0%	N/A	N/A	0.0%
Safe Sidewalk Program - Schools/Thourghfares -% completed in 18 months	N/A	0	0.0%	N/A	N/A	0.0%
Overlay of thourghfares (Lane miles, by contract)	N/A	0	0.0%	N/A	N/A	0.0%
<b>Traffic and Transportation</b>						
Traffic Signal Maintenance Completed within 72 hours	97.4%	97.1%	0.0%	95.0%	98.58%	0.0%
Roadway & Sidewalk Obstruction Permits processed within 7 days	100.0%	100.0%	0.0%	100.0%	99.04%	0.0%
<b>Water and Sewer - Utility Maintenance</b>						
Rehabilitate/renew 950,000 linear feet (3%) of collection system annually	1,038,264	482,595	46.5%	950,000	517,350	54.5%
Rehabilitate or renew 1000 fire hydrants (2%) annually	1,082	724	66.9%	1,250	617	49.4%
Rehabilitate or replace 6 storage tanks (5%) annually	6	6	100.0%	6	2	33.3%
Water repairs completed within 12 days for calls received from 311	95.0%	91.0%	95.8%	90.0%	94.0%	104.4%
Wastewater repairs completed within 15 days for calls received from 311	80.0%	90.0%	112.5%	90.0%	92.0%	102.2%
<b>Utility Customer Service</b>						
Percent of meters read and located monthly	94.4%	93.6%	99.1%	97.0%	95.1%	98.1%
Collection Rate	98.8%	97.4%	98.5%	99.0%	98.7%	99.7%
<b>Planning &amp; Development</b>						
Complete Plan Review on new single family residence in 7 days	99.0%	81.0%	0.0%	90.0%	100.0%	111.1%
Average number of Re-submittals in Plan Review	2.86	3	0.0%	2	3	145.5%
Customer service rating (Scale of 1-5)	3.48	2	0.0%	4	3	84.0%
<b>SOLID WASTE MANAGEMENT</b>						
Cost per Unit Served-Excludes Recycling and Special Collections Programs	\$13.77	\$13.87	100.7%	\$14.86	\$14.14	95.2%
Units with Recycling	162,000	162,000	100.0%	162,000	162,000	100.0%
Tires Disposed	238,614	48,383	20.3%	220,000	73,567	33.4%

\* Houston Police - \* data is accurate as of October 2006 due to technical problems with the tracking database.

HOUSTON POLICE DEPARTMENT  
FOR THE MONTH ENDING DECEMBER 31, 2006 50% OF FISCAL YEAR)  
DIGITAL AUTOMATED RED LIGHT ENFORCEMENT PROGRAM

PROGRAM MEASUREMENTS

Citation Disposition	Dec	FY07
Citations Issued	9,802	15,939
Citations Paid	2,076	3,539
Citations Dismissed-Admin or Hearing	6	20
Citations Outstanding	7,720	12,380
Percentage of Citations Paid	21.20%	22.20%

Revenues	Dec	FY07
Value of Citations	\$735,150	\$1,195,425
Less: Citations paid	(\$159,781)	(\$269,396)
Subtotal	\$575,369	\$926,029
Value of Citations dismissed	(\$450)	(\$1,500)
Value of Citations outstanding	\$574,919	\$924,529

	Dec	FY07
% of citations collected	21.73%	22.54%
% of citations outstanding greater than 60 days	17.31%	17.31%

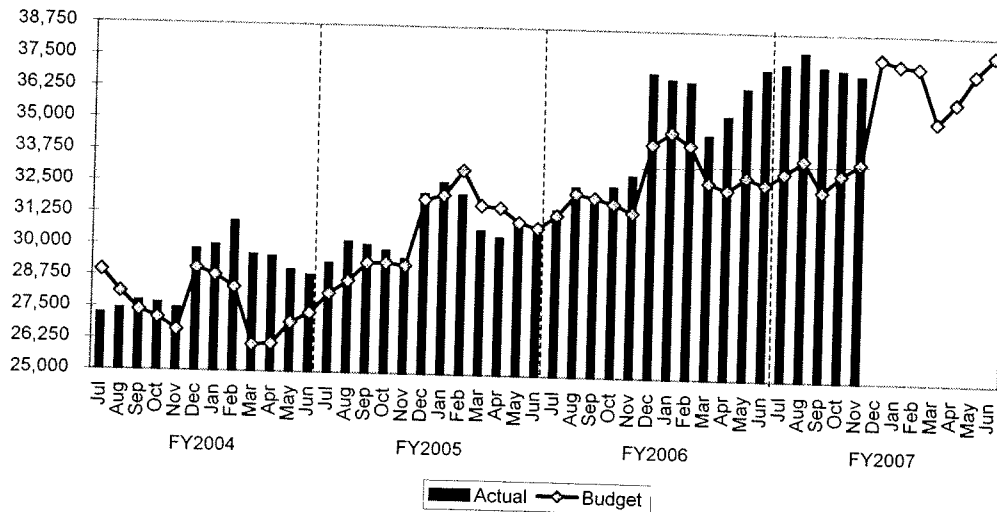
Installations	Dec	FY07
Average Citations per month per site	314	181

	Dec	FY07
Highest violations per site-SE Hilcroft/SW Frwy-W-serv (month)	917	
Highest violations per site-Richmond Ave/Dunvale Dr		1,849
Lowest violations per site-Brazos St/Elgin St (month)	23	108

	Dec	FY07
# of Cameras projected FY07	50	50
# of Cameras currently operational	20	20
# of Cameras being installed	10	10

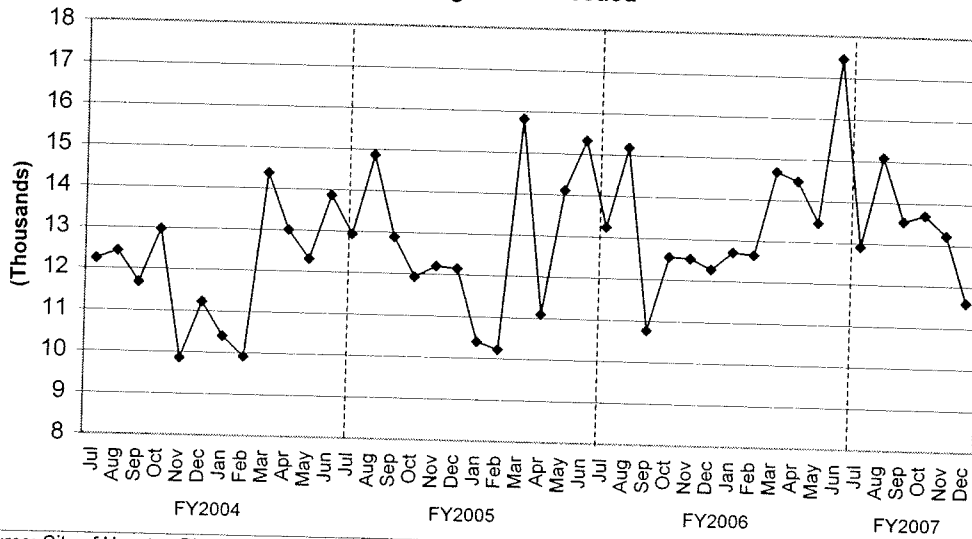
## TREND INDICATORS - LOCAL ECONOMY

### Sales Tax - Three-Month Rolling Average



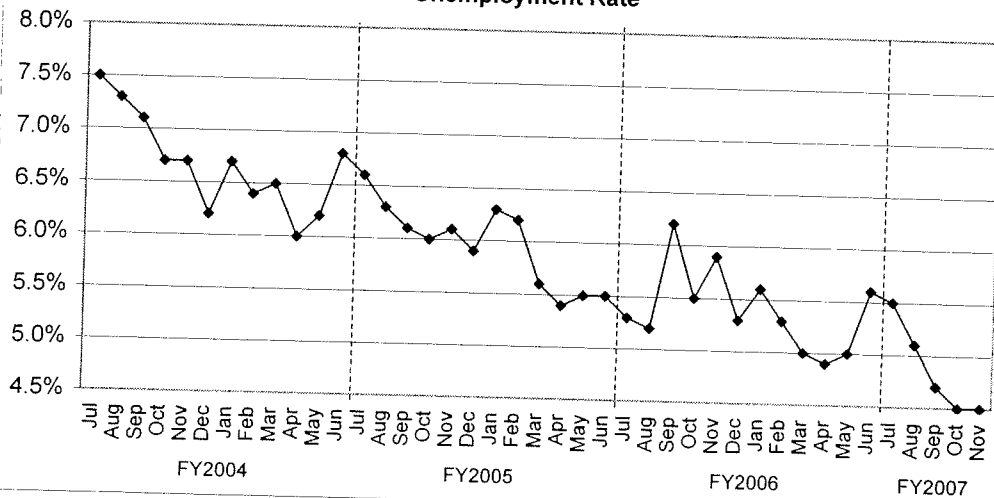
Source: Office of State Comptroller

### Building Permits Issued



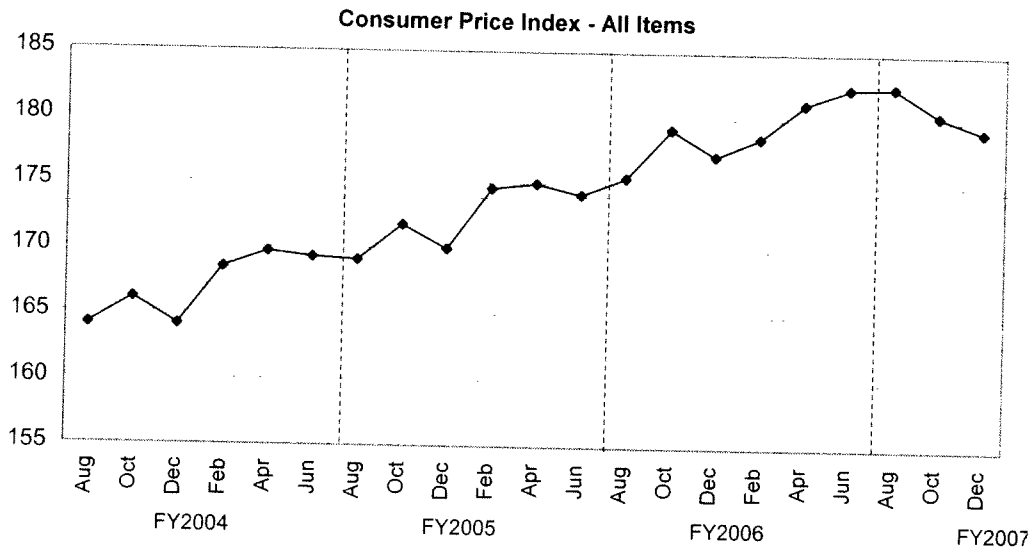
Source: City of Houston Planning and Development Department

### Unemployment Rate

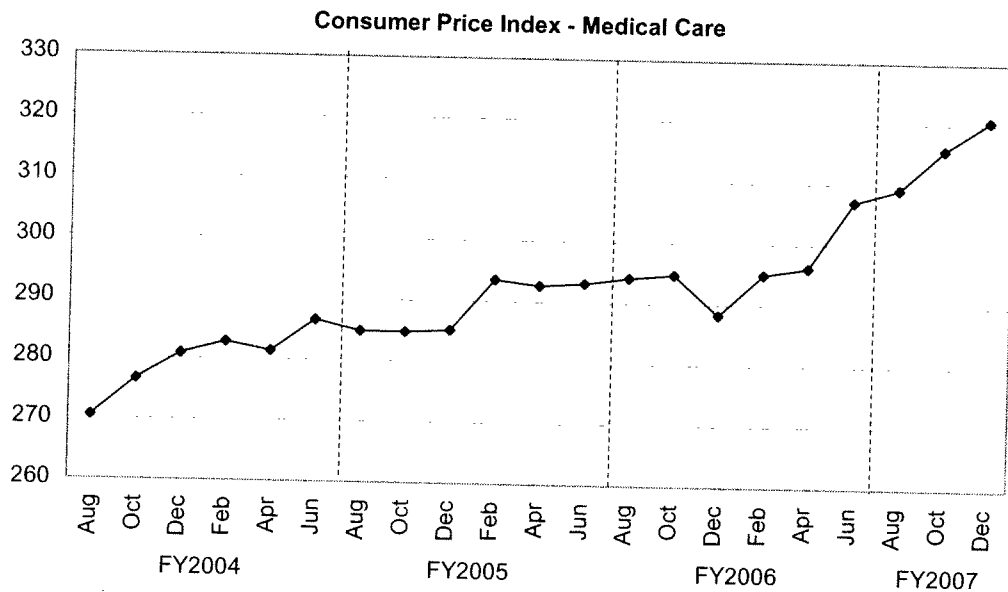


Source: Databook Houston; University of Houston Center for Public Policy; not seasonally adjusted

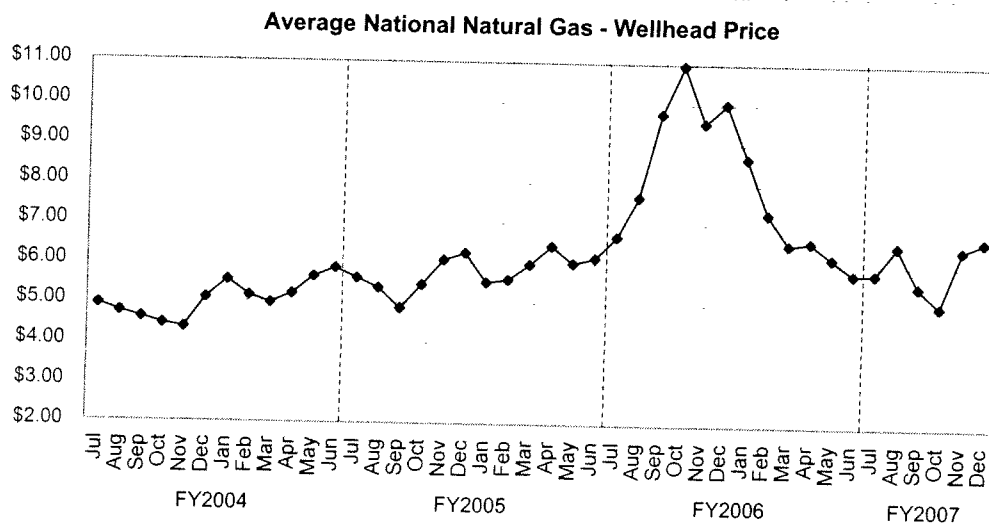
## TREND INDICATORS - LOCAL ECONOMY



Source: Bureau of Labor Statistics - Houston, Galveston, Brazoria TX



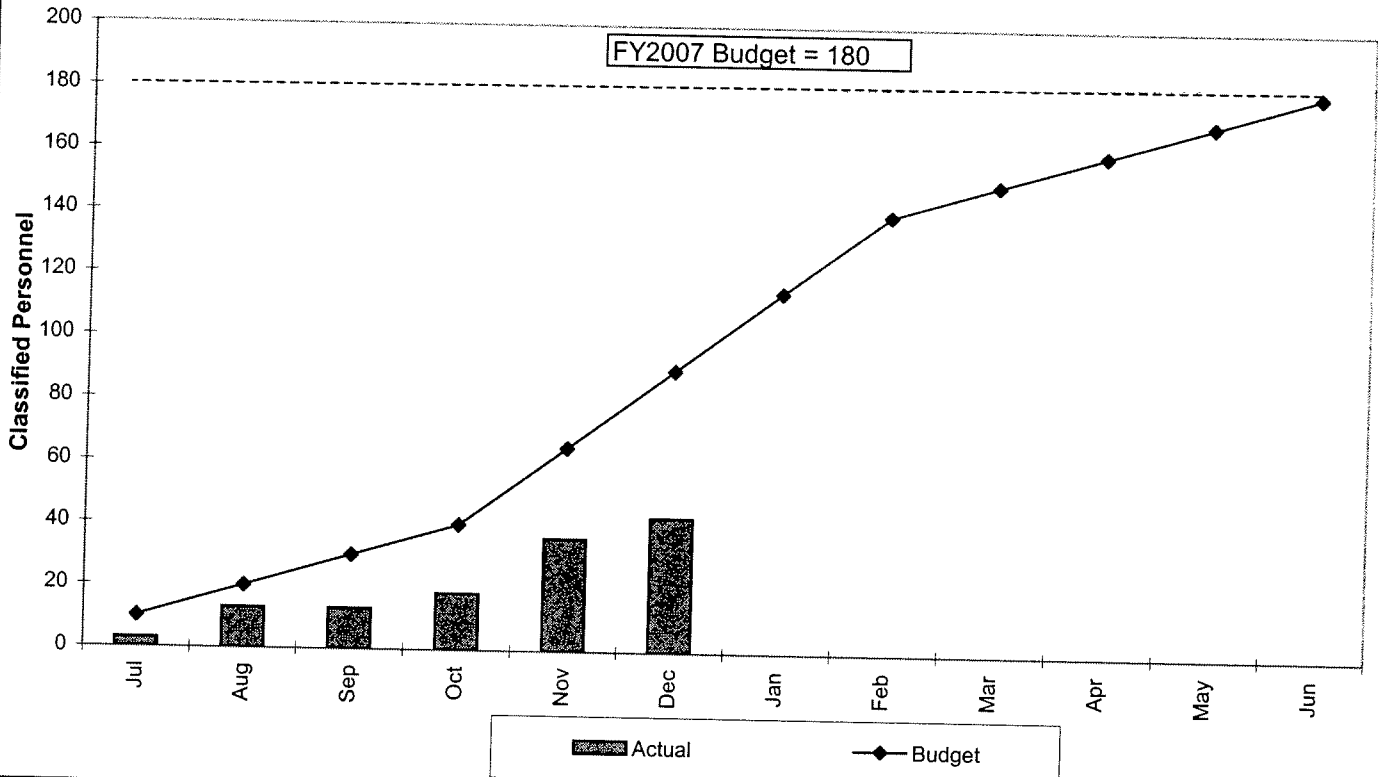
Source: Bureau of Labor Statistics - Houston, Galveston, Brazoria TX



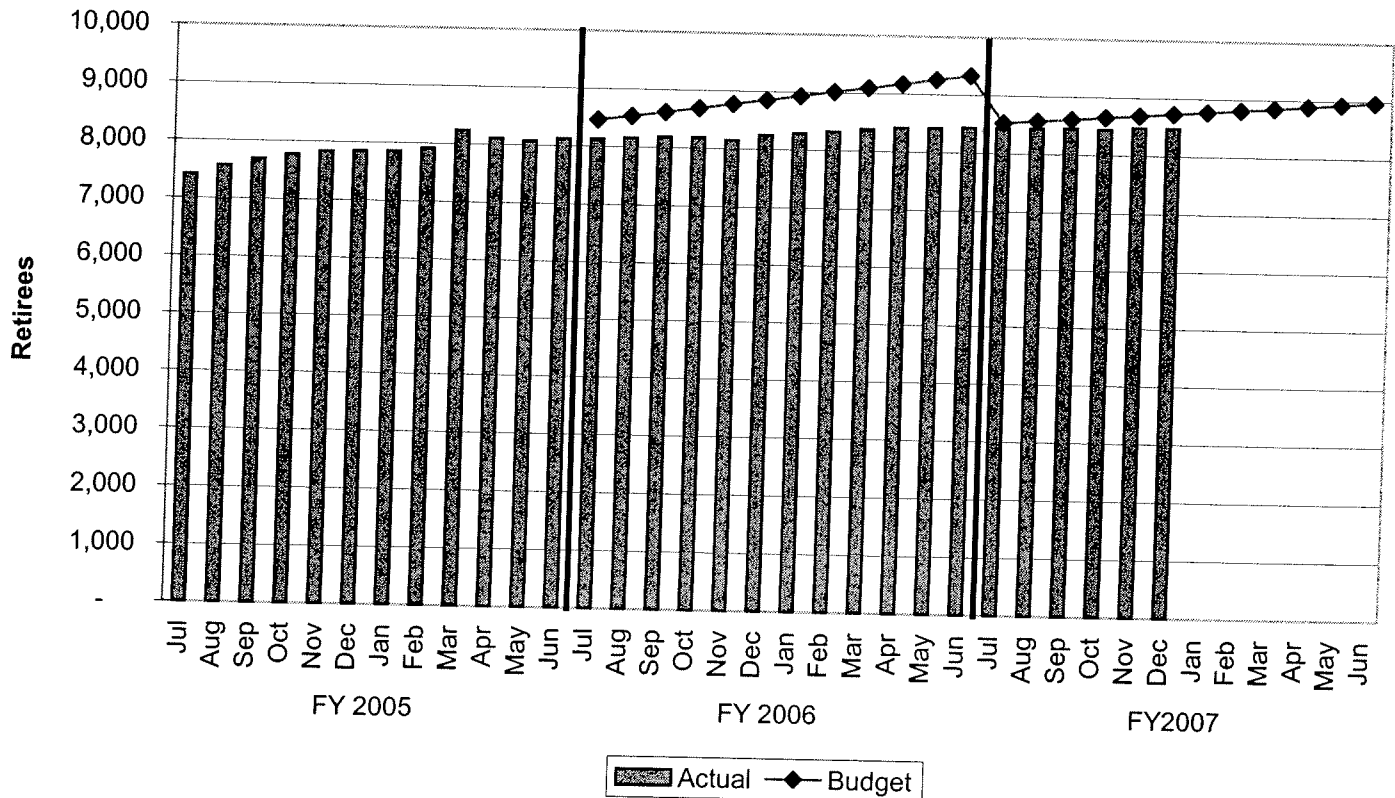
Source: Energy Information Administration/Natural Gas Monthly

# TREND INDICATORS - RETIREMENTS

Houston Fire Department  
FY2007 Classified Attrition

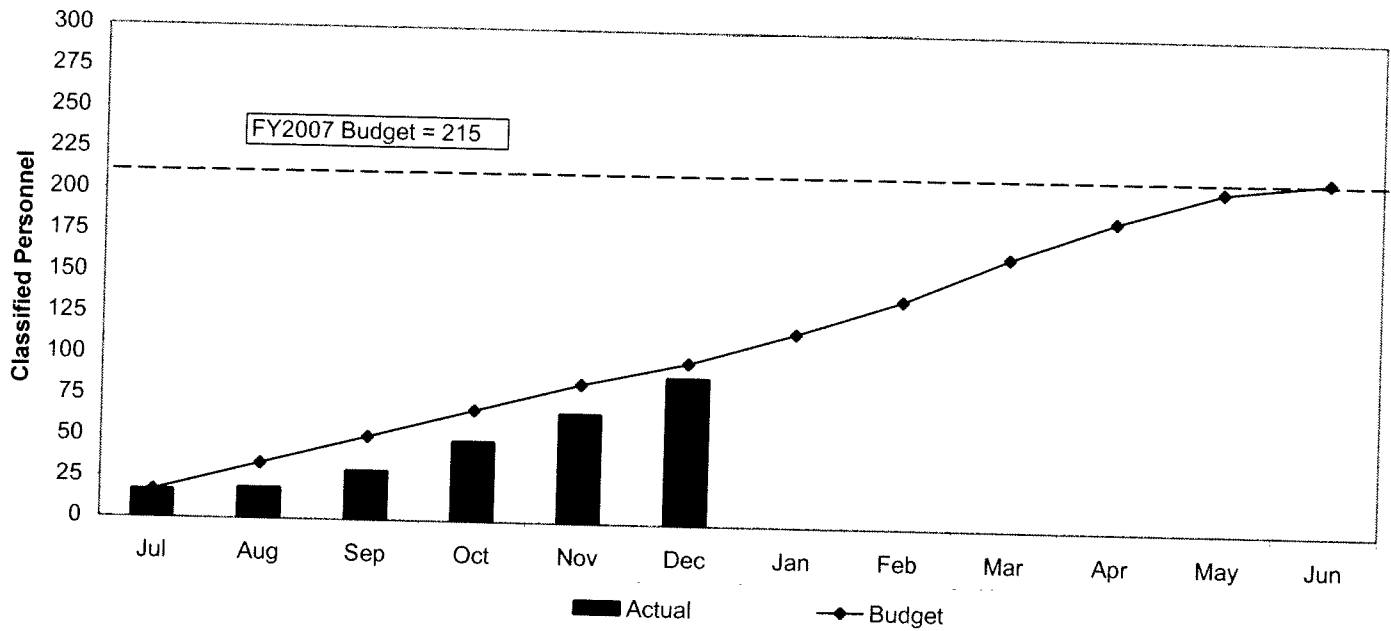


Retirees Receiving Health Benefits

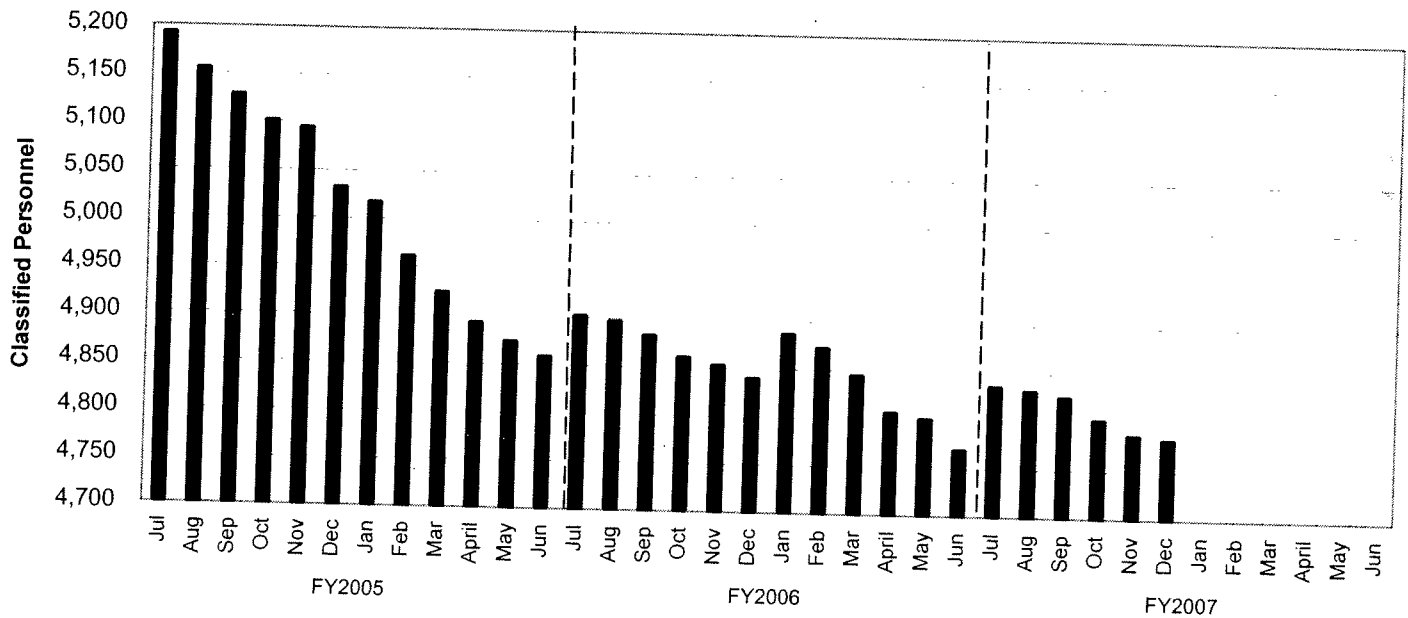


## TREND INDICATORS - HIRING AND RETIREMENTS

### Houston Police Department FY2007 Classified Attrition

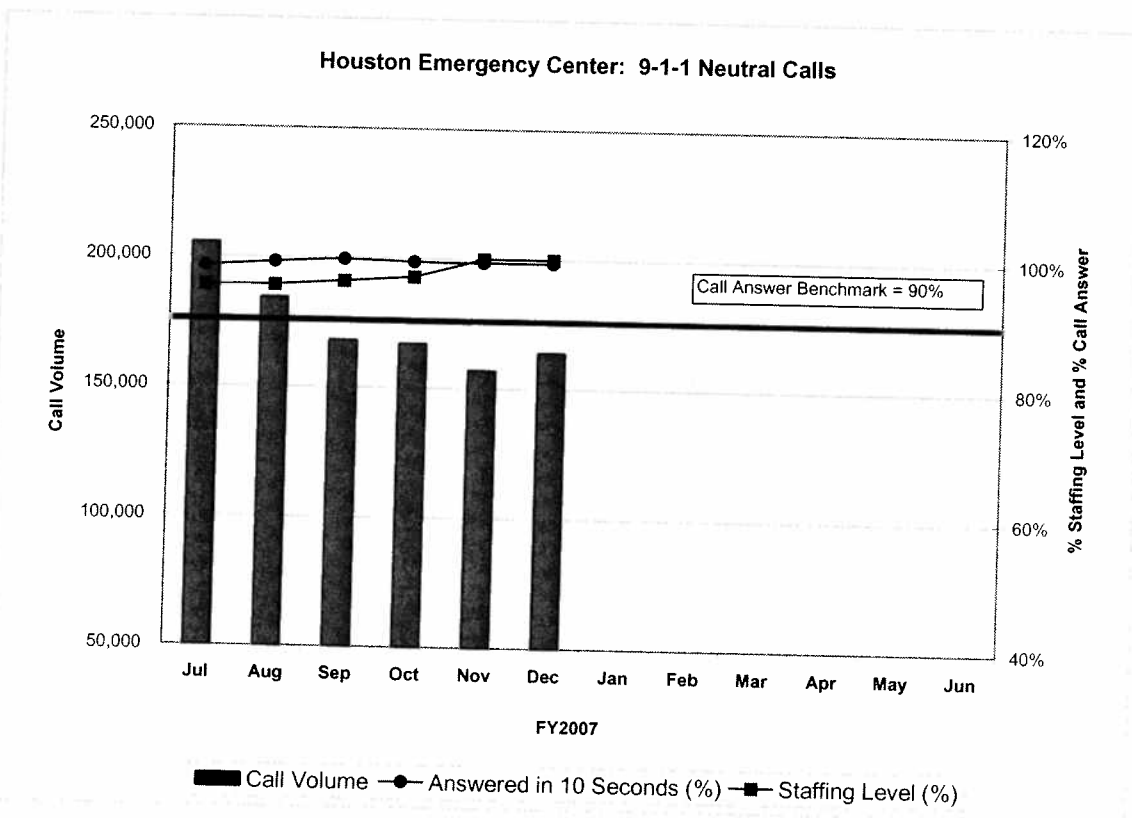
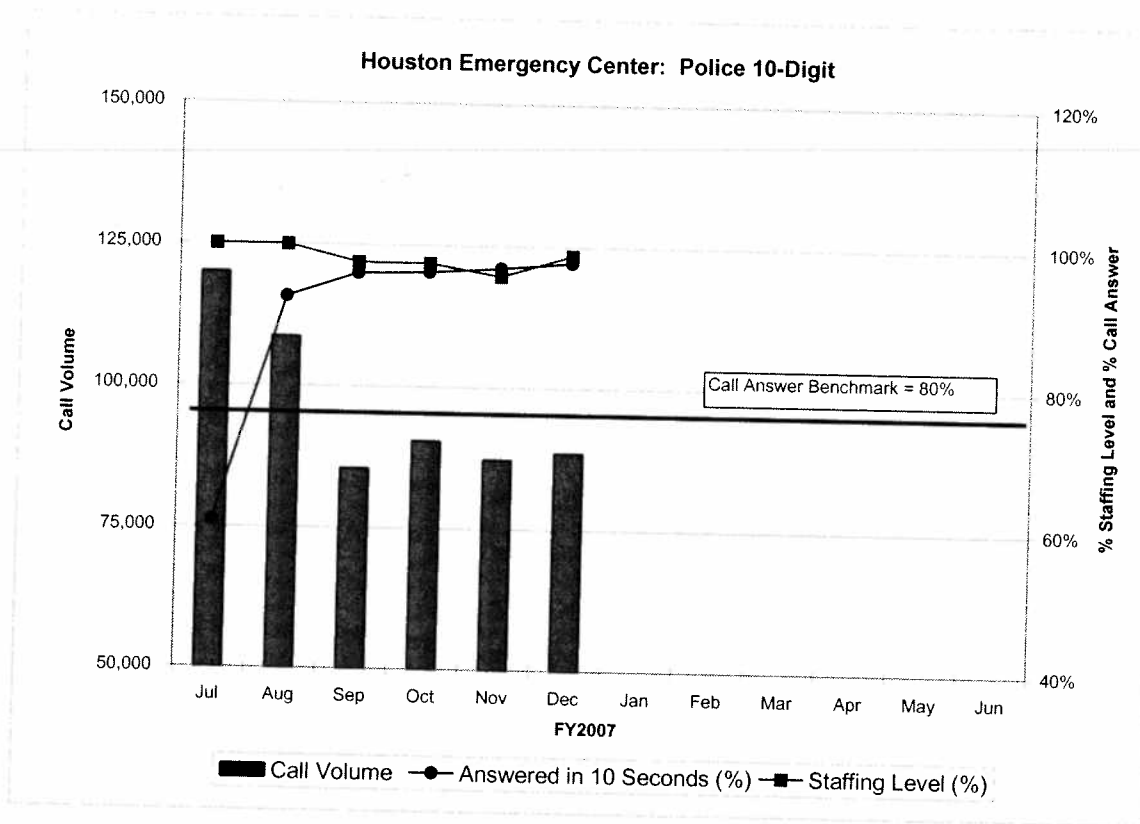


### Houston Police Department Classified Staffing - FY2005 to FY2007



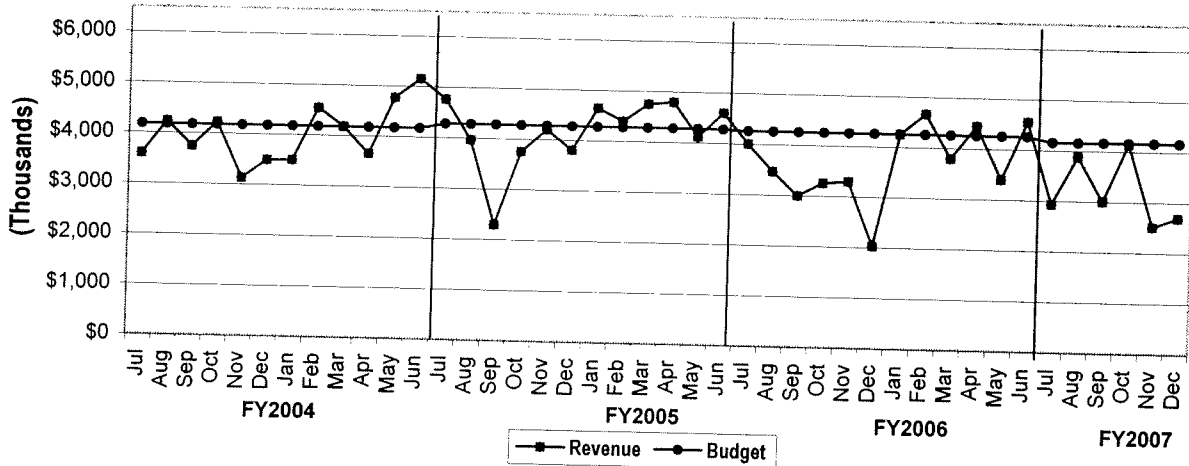


## TREND INDICATORS - HOUSTON EMERGENCY CENTER

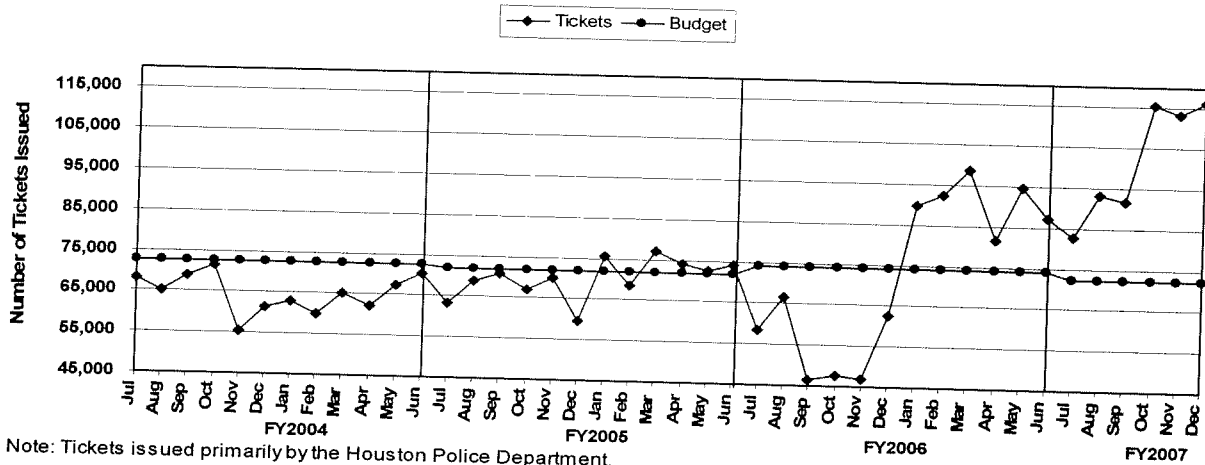


# TREND INDICATORS - MUNICIPAL COURTS

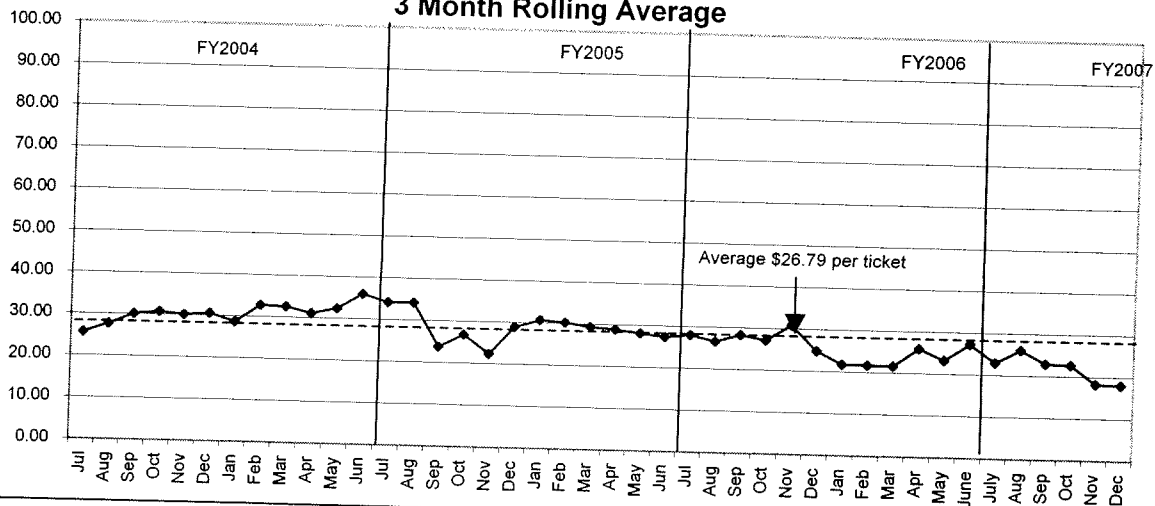
## Total Municipal Courts Revenue



## Number of Traffic Citations Issued

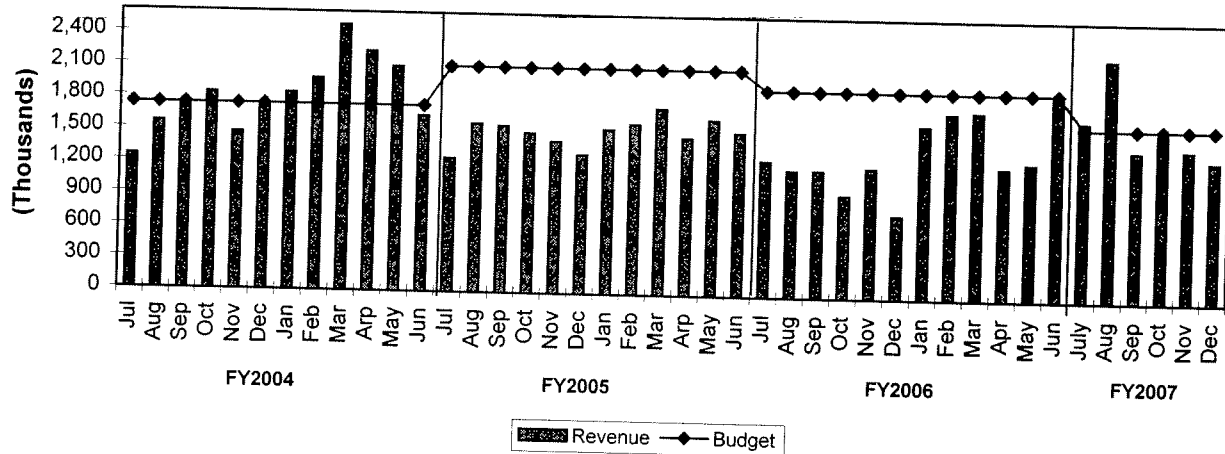


## Moving Violations Revenue Per Ticket Issued (427010) 3 Month Rolling Average

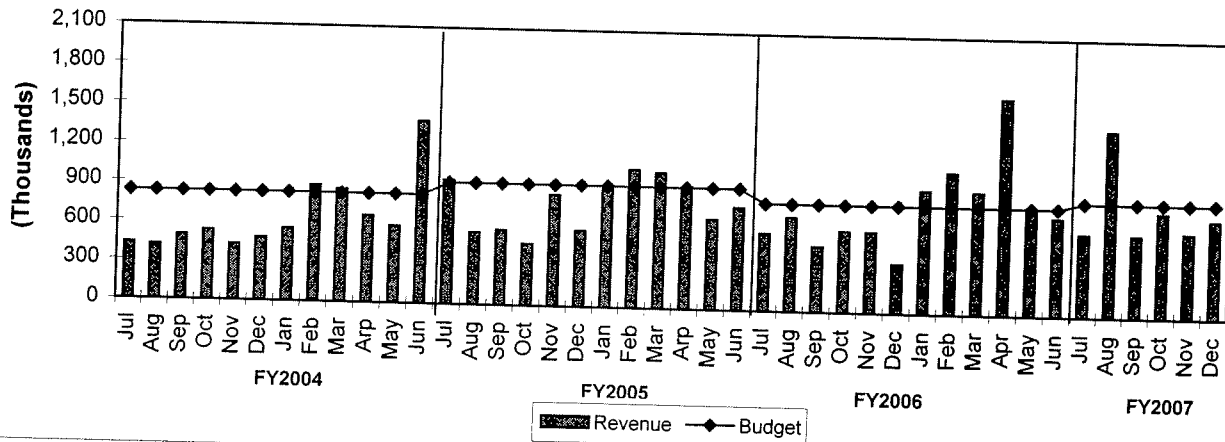


## TREND INDICATORS - MUNICIPAL COURTS

### Moving Violations Collections vs Budget

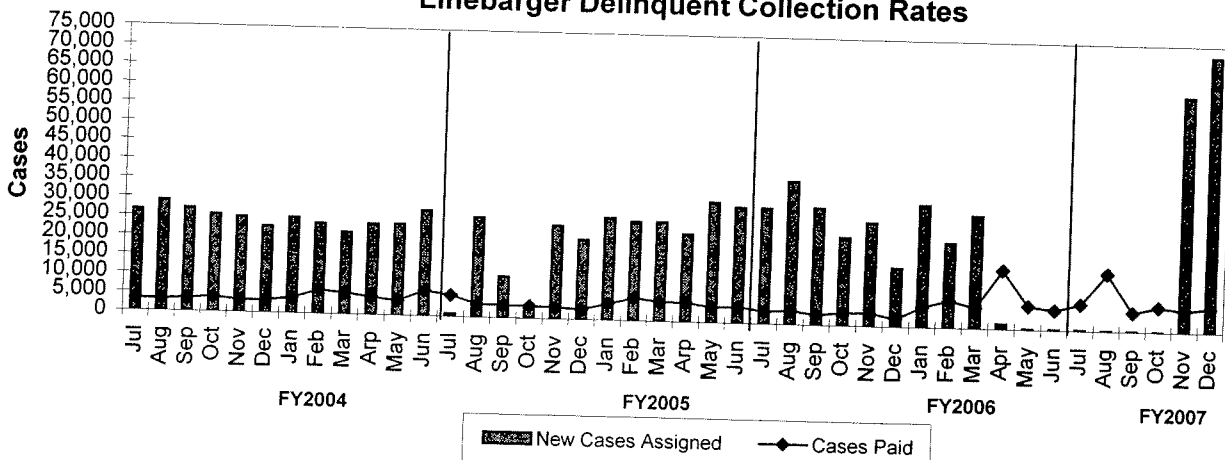


### Total Delinquent Collections vs Budget\*



\*Net of fees and expenses paid to Linebarger

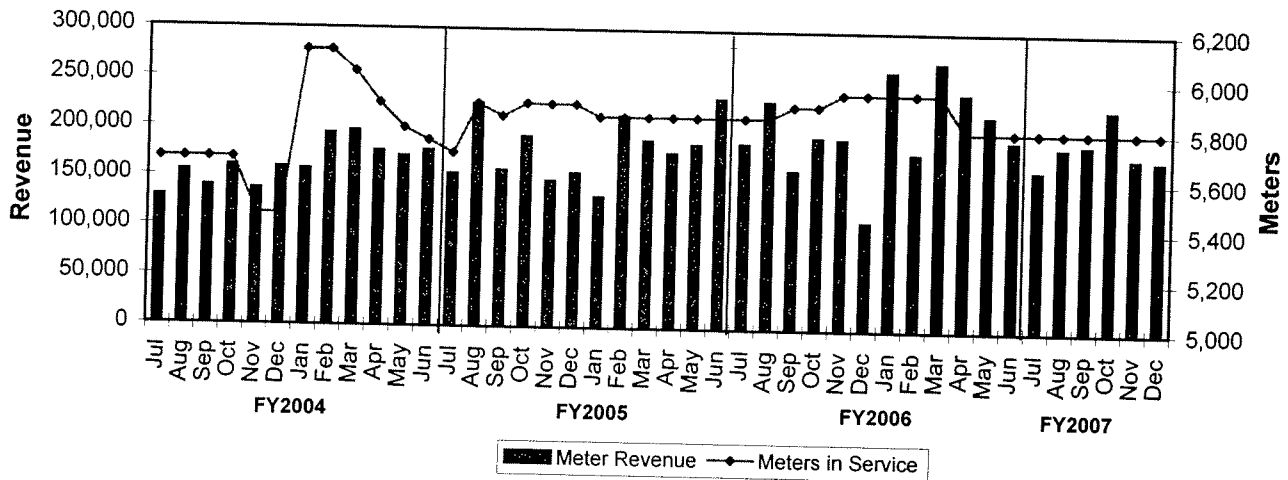
### Traffic, Non-Traffic & Failure to Appear Linebarger Delinquent Collection Rates



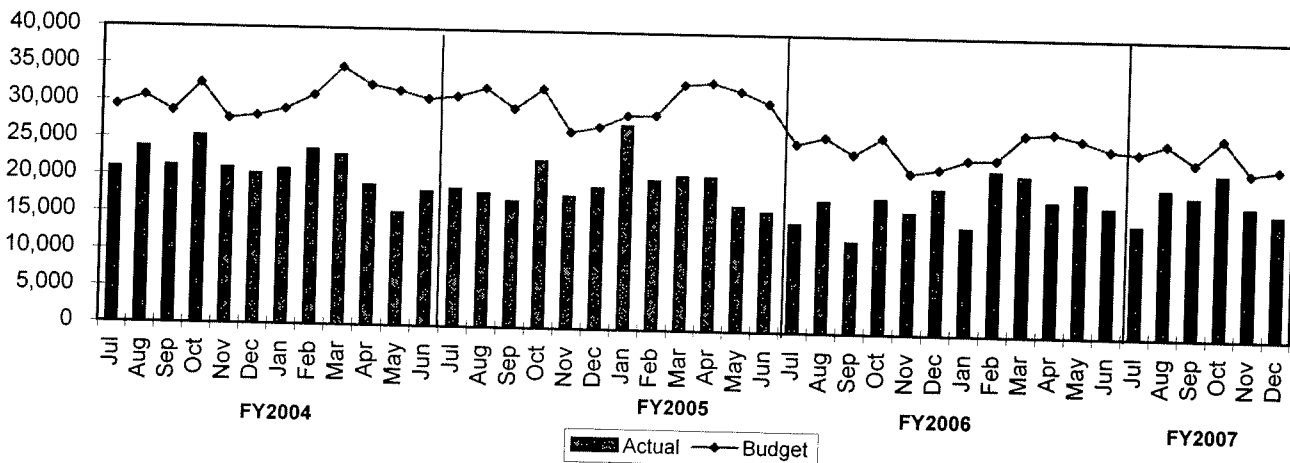
\*Excludes Delinquent Parking Collections

## TREND INDICATORS - MUNICIPAL COURTS

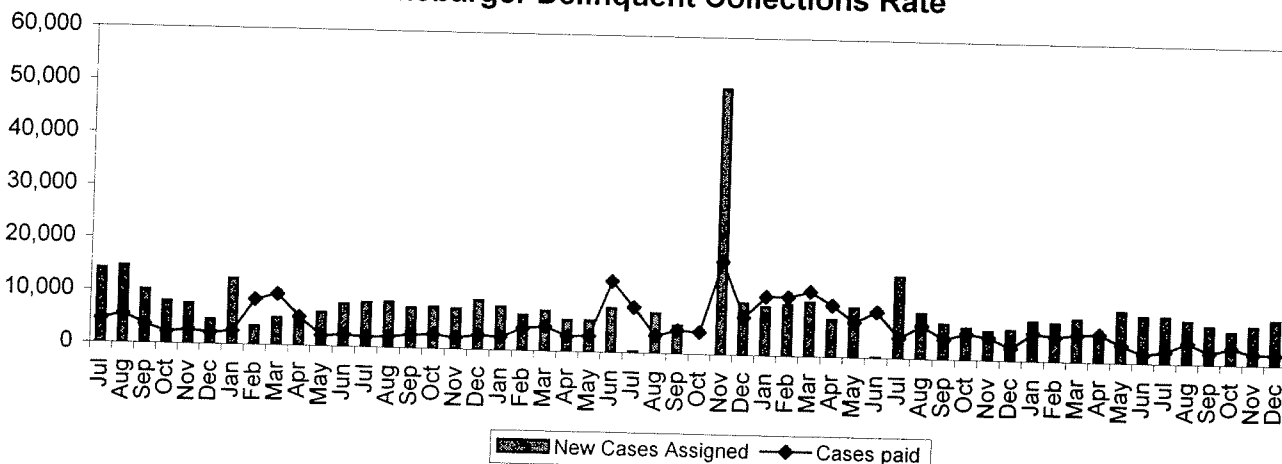
### Meter Revenue vs # Meters in Service



### Parking Violations vs Budget

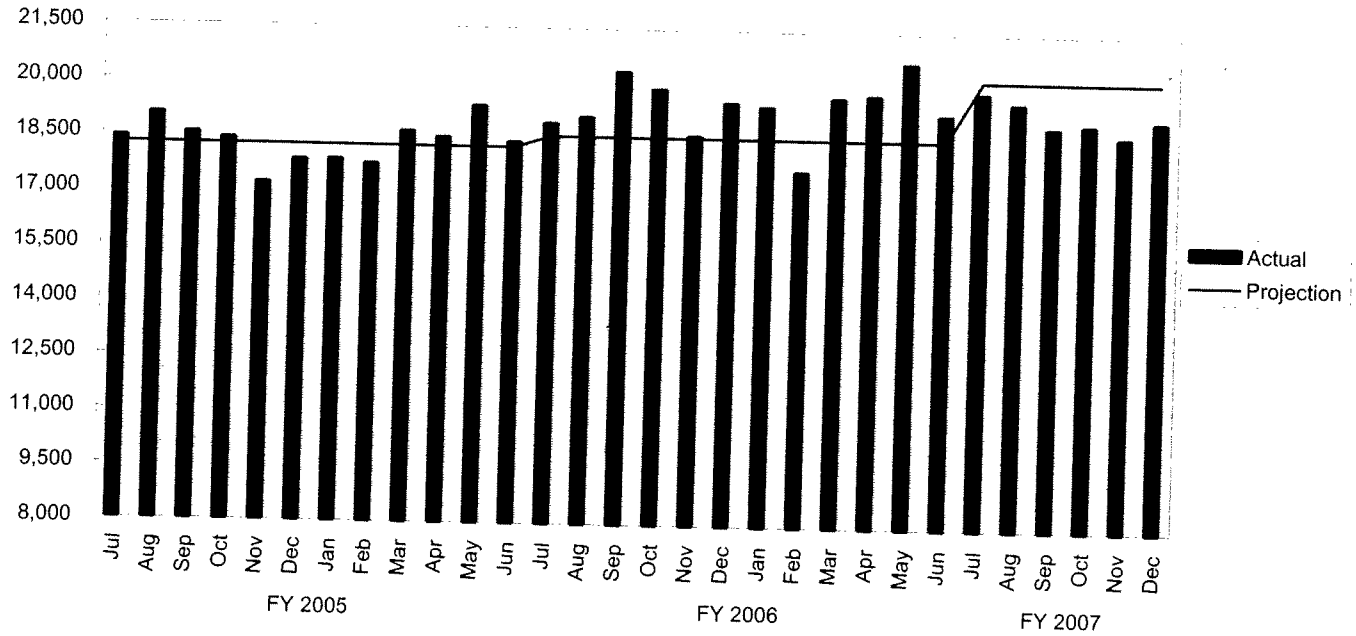


### Parking Meter Violations Linebarger Delinquent Collections Rate

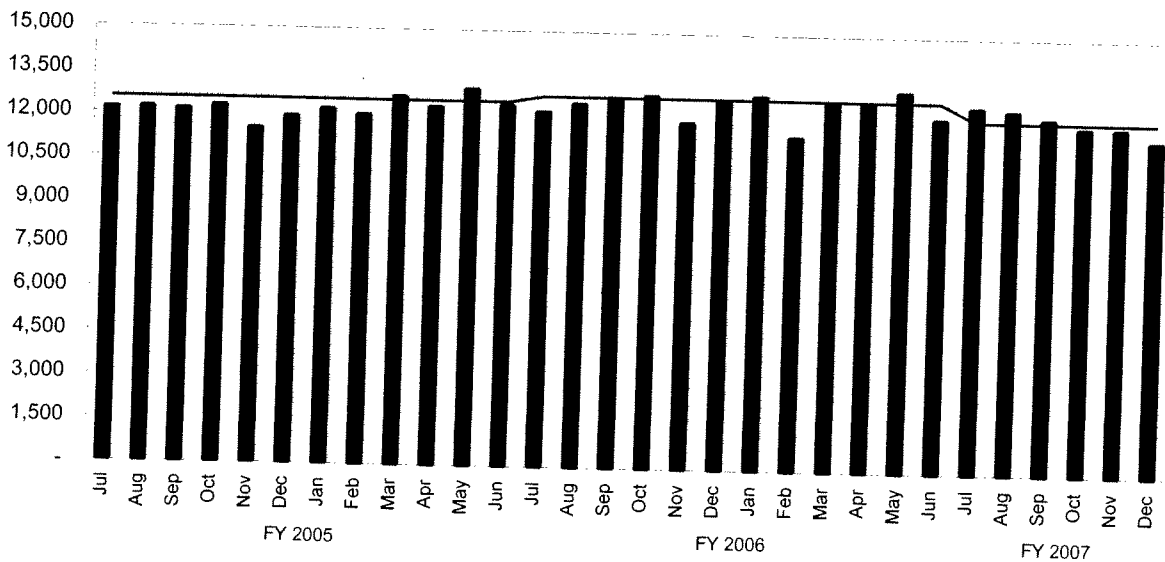


# TREND INDICATORS - AMBULANCE SERVICES

## EMS Incidents

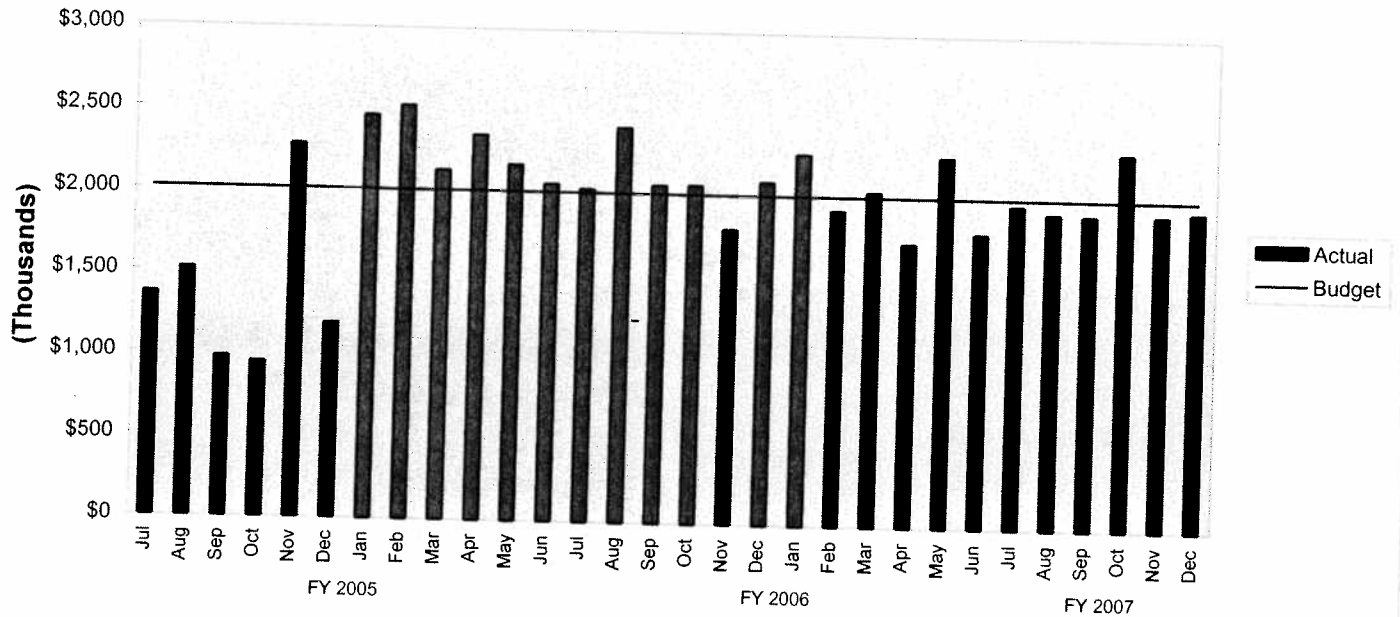


## EMS Transports

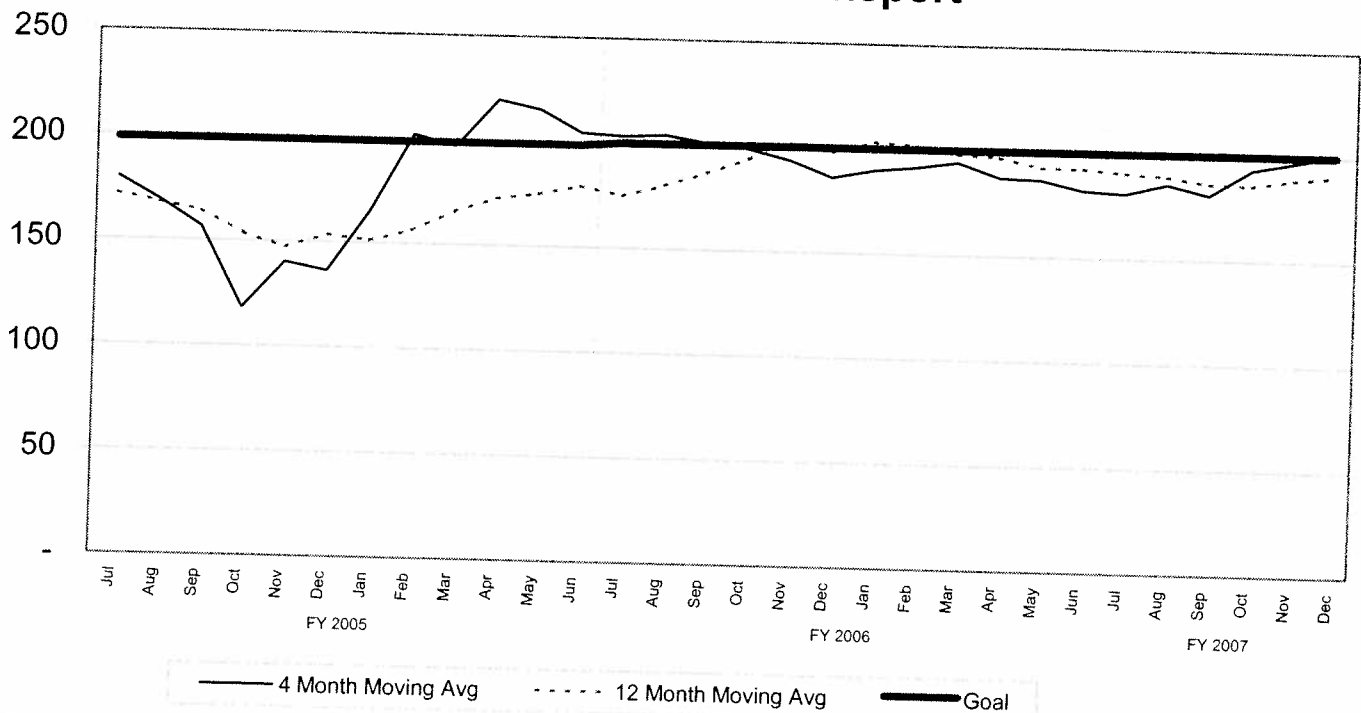


# TREND INDICATORS - AMBULANCE SERVICES

## EMS Revenue (Net Collections)

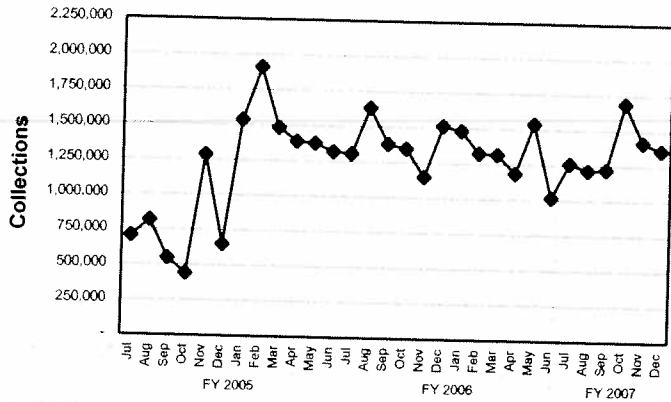


## 4 Month and 12 Month Moving Average EMS Revenue Per Transport

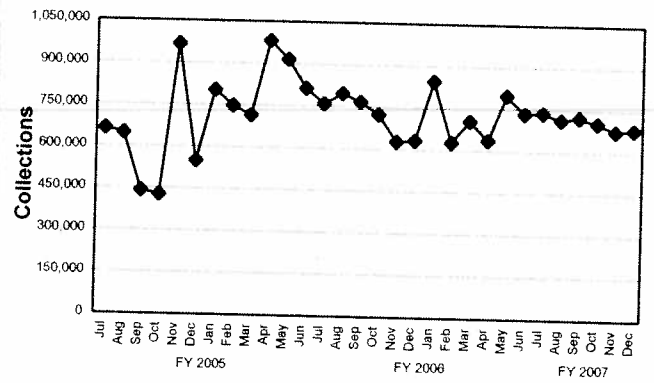


## TREND INDICATORS - AMBULANCE SERVICES

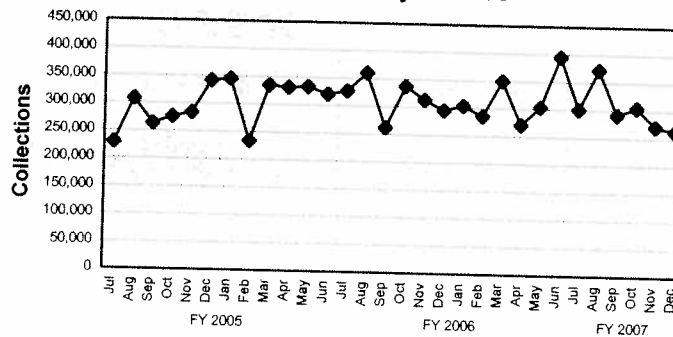
EMS - Gross Medicare/Caid Revenue



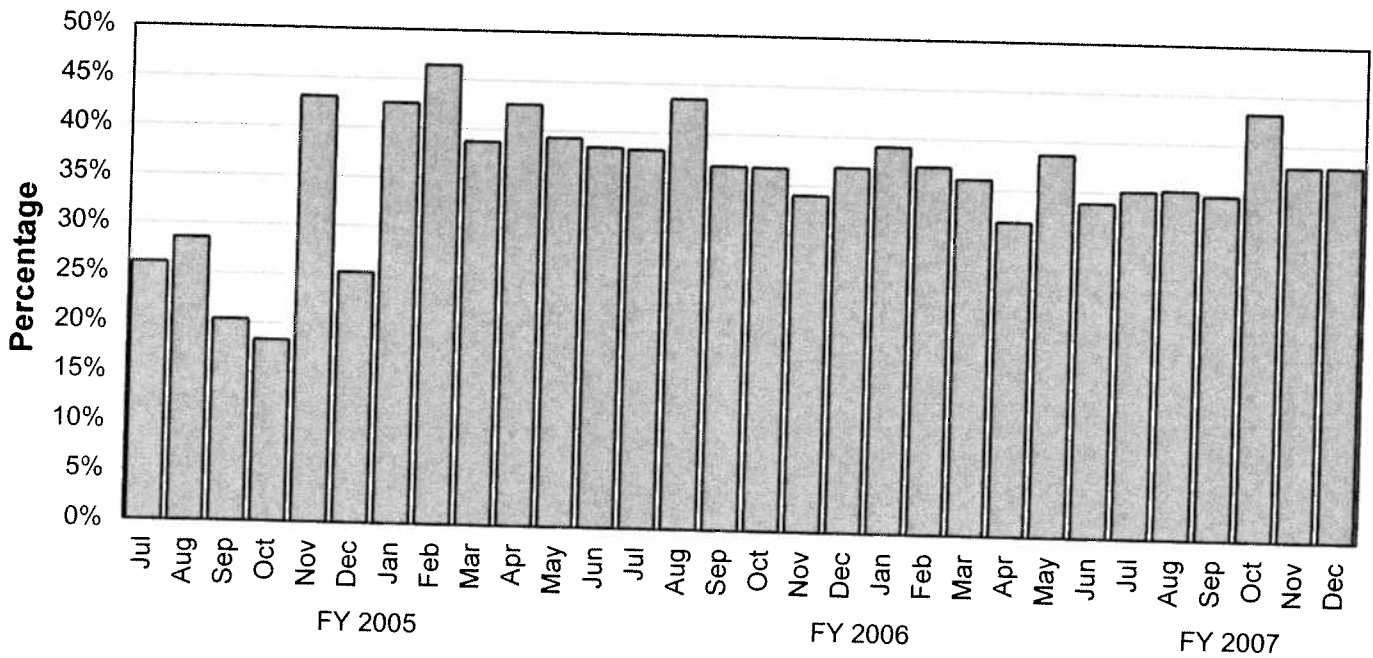
EMS - Gross Private Insurance Revenue



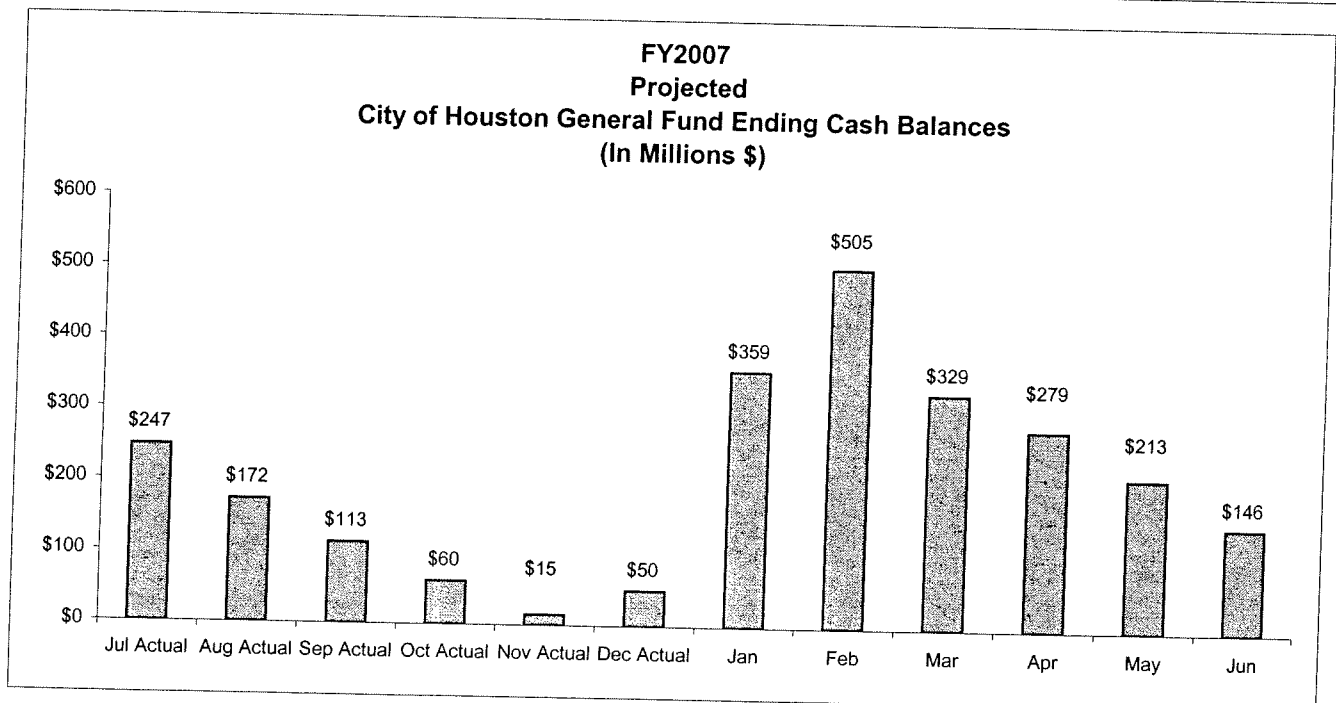
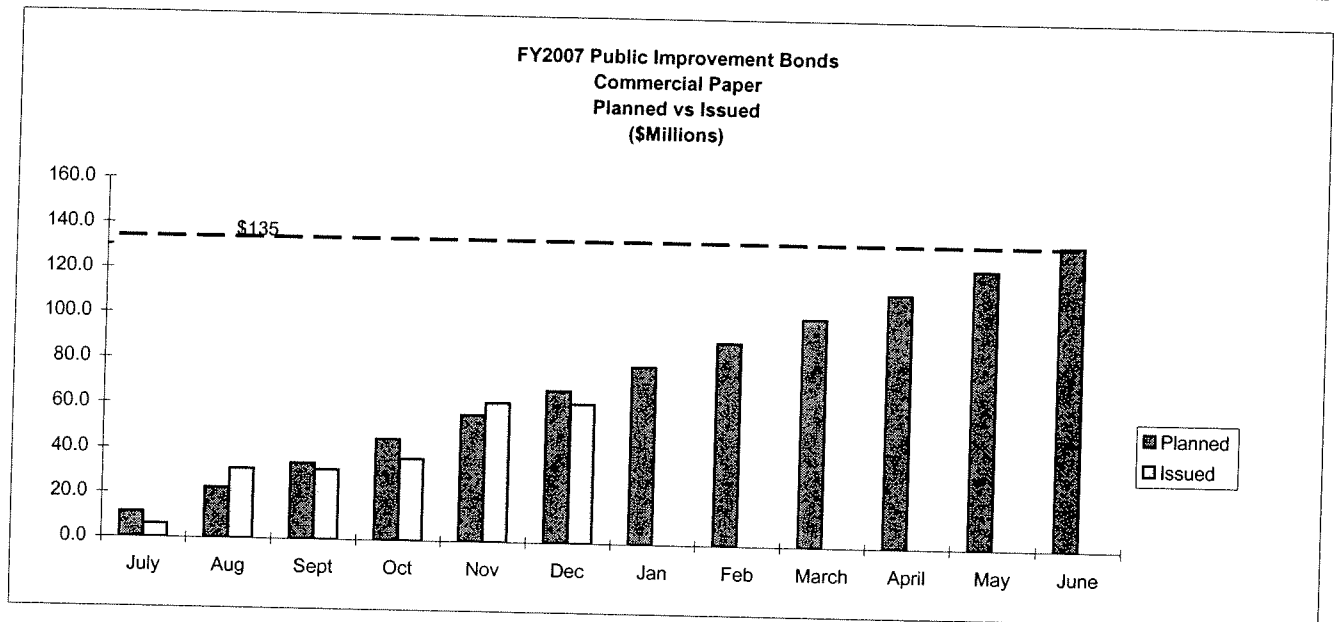
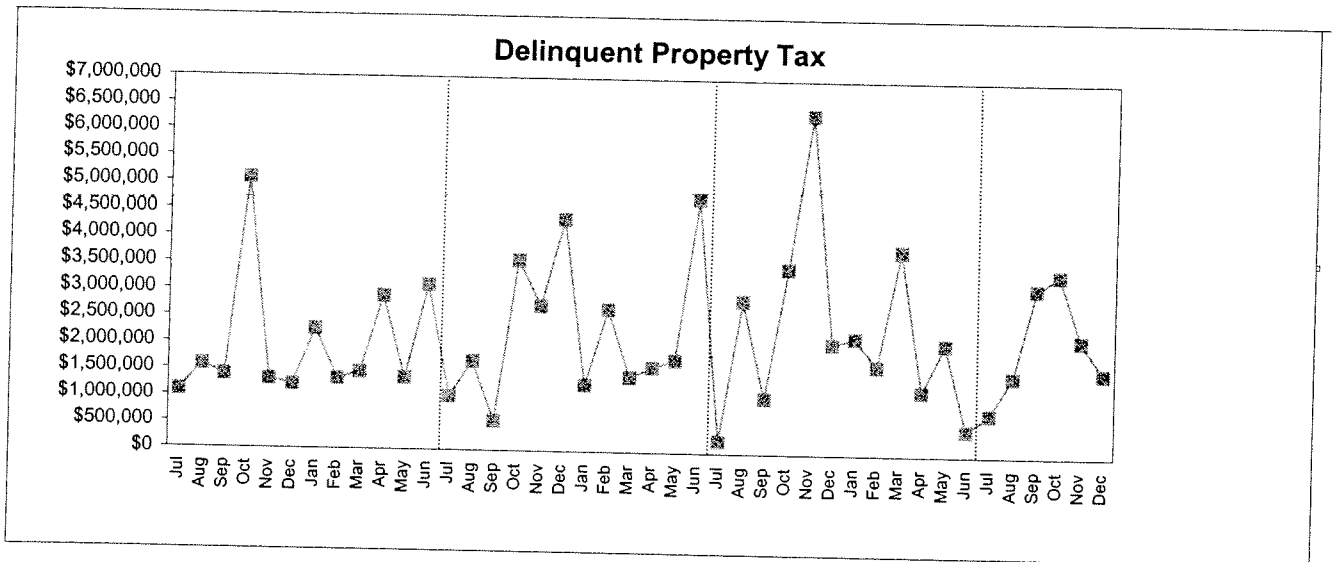
EMS - Gross Self-Pay Revenue



## EMS - Gross Collection Percentage



## TREND INDICATORS - MISCELLANEOUS





## TREND INDICATORS - MISCELLANEOUS

